



**THABA CHWEU LOCAL MUNICIPALITY
MEDUIM TERM REVENUE AND EXPENDITURE
FRAMEWORK 2016/17 TO 2018/19**

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- At www.thabachweumun.gov.za

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Abbreviations and Acronyms

CFO Chief Financial Officer

MM Municipal Manager

CPI Consumer Price Index

CRRF Capital Replacement Reserve Fund

DBSA Development Bank of Southern Africa

DoRB Division of Revenue Bill

DWA Department of Water Affairs

EE Employment Equity

EM Executive Mayor

FBS Free basic services

GFS Government Financial Statistics

GRAP General Recognised Accounting Practice

HR Human Resources

IT Information Technology

kℓ kilolitre

km kilometre

KPA Key Performance Area

KPI Key Performance Indicator

kWh kilowatt

ℓ litre

LED Local Economic Development

MFMA Municipal Financial Management Act

MIG Municipal Infrastructure Grant

MWIG Municipal Water Infrastructure Grant

MMC Member of Mayoral Committee

MPRA Municipal Properties Rates Act

MSA Municipal Systems Act

MDRG Municipal Disaster Recovery Grant

MTREF Medium-term Revenue and Expenditure Framework

NERSA National Electricity Regulator South Africa

PMS Performance Management System

PPE Property Plant and Equipment

PPP Public Private Partnership

PTIS Public Transport Infrastructure System

SALGA South African Local Government Association

SDBIP Service Delivery Budget Implementation Plan

SMME Small Micro and Medium Enterprises



PART 1 – ANNUAL BUDGET

1.1 HONORABLE MAYOR'S FOREWORD

It is a privilege to present the IDP 2016/17 to the community of Thaba Chweu Local Municipality. This year marks a year in which our term as council comes to an end, I will first like to appreciate the partnership between the municipality and various stakeholders who have been part of our IDP since the term commenced and their contribution thereof.

Our municipalities are located at a local sphere of government which is the coalface of service delivery of government. Municipalities should interact with communities on a daily basis being mandated by the constitution of the Republic of South Africa, Act 108 of 1996 in order to create a better life for all and enhance the living conditions of the community and its members. Indeed, it is true that Thaba Chweu Municipality continues to work together with our communities in order to find sustainable and progressive way to fulfil their social, economic and developmental needs.

It is through Integrated Development Plan, which is the most important tool that we use to guide our planning, development and decision making processes in our municipality. All other plans and actions of the municipality are resonant with and secondary to the IDP. In order to achieve the vision and mission of our municipality, we commit ourselves in engaging our local communities through public participation in finding best solutions to address the long term objectives of the municipality. Our IDP places our institution at the vantage point of future development.


The council was elected in 2011 and has embarked on a process of formulating and reviewing its five year integrated development plan (IDP) 2011 -2016 on annual basis. The IDP implementation has encountered numerous challenges in which funding was at the centre from the beginning, this gave the municipality a tough challenge in executing its IDP mandate this was clearly visible in areas like Sabie, Lydenburg, Graskop and most of the rural and farm areas. For an example the community of Sabie eventually lost hope and embarked on protest actions. However it is also important to note that our Eskom debt has had negative impact on balancing the budget to service Eskom account and funding the IDP projects.

Despite the challenges mentioned above It is important to note that significant progress has been made during this council term, the municipality has delivered the following services: **Water supply in Ward 05 (Draikraal, Kiwi and Shaga), Ward 04 (Coromandel), Ward 08 & 09 (Matibidi, Leroro and Moremela) these services were provided in a form of boreholes and storage facilities, Roads construction in Ward 12 (Lydenburg[Veljoen Street & Kerk Street), Ward 01 (Mashing main Street), Ward 05 (Kelly's Ville & Draikraal), Ward 14 (Skhila main Street), Ward 06 (Simile), Ward 10 (Graskop), Ward 09 (Moremela), Ward 08 (Matibidi). Electricity connections in Ext 08 Mashishing, Graskop Ext 05 and in most of the rural and farm areas Eskom has been electrifying.** The municipality still strives to provide bulk supply in the said areas. Our biggest challenge in all our formal areas i.e Lydenburg, Sabie and Graskop is Infrastructure upgrade on Roads, Water and Sanitation and Electricity. This revised IDP seek to tackle some of the key issues particularly roads. In this regard we will engage our local business for partnership in this regard.



In terms of financial efficiency we have focused on establishing cost effective measures to reduce our spending during these trying times whilst ensuring that what we spend is on key priority basic services in order to improve the state of our local economy for an improved socio-economic levels. Working with business and other government institutions we will make an impact, I am confident that we will be able to accelerate service delivery, and ensure that we create a today that is better than yesterday and a tomorrow that is better than today.

Honorable Executive Mayor


Cllr S. Mashego



1.2 ITEM

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A81/2016

**MEDIUM TERM REVENUE & EXPENDITURE FRAMEWORK FOR THE
PERIOD 2016/2017; 2017/2018; 2018/2019 (FINAL ANNUAL BUDGET)**
6/1/1-2016/2017

Council Meeting : *25 May 2016*

REPORT OF THE ACTING MUNICIPAL MANAGER

1. PURPOSE

The purpose of the report is to table the Final Annual Budget, tariffs, changes to the Integrated Development Plan, Budget related policies and the organogram for 2016/17 – 2018/19 Medium Term Revenue and Expenditure Framework.

2. BACKGROUND

In Section 16, 24 and 53 of the Local Government: Municipal Finance Management Act (MFMA), No. 56 of 2003 read together with Section 34 of the Municipal Systems Act (MSA) 2000 as amended prescribes that a municipal Council must approve its annual budget, tariffs, changes to the Integrated Development Plan and Budget related policies by council resolution annually. See attached as **Annexure I (Page 68 - 920)**. HR Policies have also been reviewed and developed. See attached as **Annexure J (Page 921 - 1300)**.

3. MOTIVATION

To inform the honorable executive mayor, speaker, mayoral committee and ordinary council members of the Medium Term Revenue and Expenditure Framework for the period 2016/17 – 2018/19.

4. STAKE HOLDERS CONSULTED

National Treasury
Mpumalanga Department of Finance (Provincial Treasury)
Mpumalanga Department of Co-operative Governance (Cogta)
Ehlanzeni District Municipality
National Energy Regulator of South Africa (NERSA)
Community members of Thaba Chweu Local Municipality (Through public participation)

5. HUMAN RESOURCE IMPLICATIONS

None



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6. LEGAL IMPLICATIONS

In terms of the MFMA/MSA

7. FINANCIAL IMPLICATION

MTREF 2016/17

Description	Budget 2016/2017	Budget 2017/2018	Budget 2018/19
Total Revenue	R 552 526 180	R 574 827 010	R 617 436 095
Total Expenditure	R 571 164 653	R 584 887 599	R 618 650 259
Surplus(Deficit)	(R 18 638 473)	(R 10 060 589)	(R 1 214 164)

That council takes note of the Deficit of R18 638 473.00 for the 2016/17 financial year

That council takes note of the Deficit of R10 060 589.00 for the 2017/18 financial year

That council takes note of the Deficit of R1 214 164.00 for the 2018/19 financial year

8. POLICY COMPLIANCE

In terms of the approved IDP/Budget process plan 2016/17

9. LEGISLATIVE REQUIREMENTS

MFMA section 16, 24 and 53.

MSA section 34.

RECOMMENDATIONS OF THE ACTING MUNICIPAL MANAGER

1. That the Final Annual Budget be approved by council.
2. That a copy of the Final Annual Budget be submitted to National Treasury and Provincial Treasury.
3. That the Revenue Enhancement Strategy be revised with the following additions:
 - Combat illegal service connections.
 - Improve debt collection.
 - Introduce innovative means to improve affordability of services and municipal debt.
 - Address water leaks.



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- Rationalise current Service Level Agreements (i.e. Negotiate lower and affordable contract rates and involve local empowerment groups).
 - Implementation of strict cost curtailment measures
4. That the Final Tariff Structure be approved by Council.
5. That the following Final Budget Related Policies be approved by Council:
- a. Assets Management Policy
 - b. Vironment Policy
 - c. Budget Policy
 - d. Investment Policy
 - e. Creditors Payment Policy
 - f. Out of pocket Reimbursement Policy
 - g. Unauthorised Irregular fruitless and wasteful expenditure Policy
 - h. DRP Methodology
 - i. Change Management
 - j. Disaster Recovery
 - k. Acceptable use
 - l. Account Management
 - m. Anti Virus
 - n. Approved Software
 - o. Back up and Restore
 - p. Email Access
 - q. Email Security
 - r. Governance Framework
 - s. ICT Strategy
 - t. Information security
 - u. Internet Access
 - v. User Password
 - w. Supply Chain Management Policy
 - x. Credit Control and Debt Collection Policy
 - y. Cash receipt and Banking Policy
 - z. Draft cashiers manual
 - aa. Indigent Policy
 - bb. Tariffs Policy
 - cc. Rates Policy
 - dd. Customer Care and Revenue By-Law
 - ee. Related Party Transactions Policy



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- ff. Contingent Liability Policy
 - gg. Supply Chain Management Policy
6. That the Final Integrated Development Plan be approved by Council.
 7. That a copy of the Final Integrated Development Plan be submitted to the office MEC for Co-operative Governance and Traditional Affairs for comments within 10 days of its adoption as stipulated by the legislation – section 32 (l) (a) of the Systems Act, 2000.
 8. That the Municipal Organisational Structure be approved by Council.
 9. That the following HR Policies Manual be approved entailing the following policies:
 - a. Acting Policy.
 - b. Annual leave Policy.
 - c. GG 37245.
 - d. Attendance and Punctuality Policy.
 - e. Attendance of Seminars External Meetings Workshops and Conferences Policy.
 - f. Chronic Illness Policy.
 - g. Confidentiality Policy.
 - h. Dress Code Policy.
 - i. Education Training and Development Policy.
 - j. Employee Assistance Policy.
 - k. Employing Non Fulltime Staff Policy.
 - l. Exit Management Policy.
 - m. Gift Policy.
 - n. Housing Allowance Policy.
 - o. Imprisoned Employee Policy.
 - p. Internet and Email Policy.
 - q. Legal Aid Policy.
 - r. Mentorship Policy.
 - s. Nepotism Policy.
 - t. Occupational Health and Safety Policy.
 - u. Overtime Policy
 - v. Payroll Management and Administration Policy.
 - w. Performance Management Policy.
 - x. Performing Private Work Policy.
 - y. Personal Protective Equipment Policy.
 - z. Recruitment and Selection Policy.
 - aa. Remuneration Policy.



1.3 Executive Summary

In terms of section 16 (1) of the MFMA, the council of a municipality must for each financial year approve an annual budget for the municipality before the start of that financial year.

Furthermore, Section 24(1) stipulates that the Municipal Council must at least 30 days before the start of the budget year consider approval of the annual budget.

Subsection (2) an annual budget –

(c) Must be approved together with the adoption of resolution as may be necessary-

- (i) Imposing any municipal tax for the budget year;
- (ii) Setting any municipal tariffs for the budget year;
- (iii) Approving measurable performance objectives for revenue from each source and for each vote in the budget;
- (iv) Approving any changes to the municipal intergraded development plan and;
- (v) Approving any changes to the municipal budget related policies.

The 2016 South African Budget has been prepared in a very tough economic environment. The global outlook for the economic growth is subdued, weighed down by a prolonged slump in commodity prices and slower growth in China. There is a pronounced slowdown in developing countries, with some in deep recession. South Africa's low savings rate makes the country vulnerable to external shocks, as do domestic structural weaknesses.

Domestic growth forecasts over the medium term – government's three-year budgeting window – have been revised down. A tax revenue shortfall of R4 billion is expected for 2015/16 compared with the most recent forecast in October 2015. In an environment of rising inflation, higher debt and debt-service costs, and increasing public-sector wages, slow revenue growth threatens to widen the budget deficit, diminishing government's capacity to meet the targets of the National Development Plan.

Since the tabling of the October 2015 *Medium Term Budget Policy Statement* (MTBPS), the global economic crisis has deepened, exposing the depth of South Africa's external vulnerabilities and the internal constraints that limit its potential for growth.

Global conditions have exposed South Africa's own economic weaknesses, with projected GDP growth revised down to 0.9 per cent for 2016 improving gradually to 1.7 per cent in 2017 and 2.4 per cent in 2018.

The weaker outlook is as a result of lower commodity prices, higher borrowing costs, drought and diminished business and consumer confidence. Constrained electricity supply and dilapidated infrastructure assets continue to limit growth and deter fixed investment. The exchange rate depreciation is also a contributing factor to the higher inflation outlook.

The National Government also noted that Job creation remains one of the most pressing concerns for the economy. The overall employment grew by 3.7 per cent in the first three quarters of 2015. According to statistics South Africa, 19 000 jobs were created in the formal sector and 273 000 in the informal sector in the first three quarters of 2015. The total unemployment rate stood at 25.5 per cent in the third quarter of 2015 with the number of South Africans categorised as long term unemployed 5.7 per cent higher than in 2014.

Higher inflation and weaker employment growth will impact on the ability of municipalities to generate and collect revenue on services, to keep expenditure within the budgeted allocations and to borrow to fund capital expenditure programmes at affordable rates. Therefore it is critical to review how business is conducted to ensure that value for money is obtained in all expenditures, that revenue administration

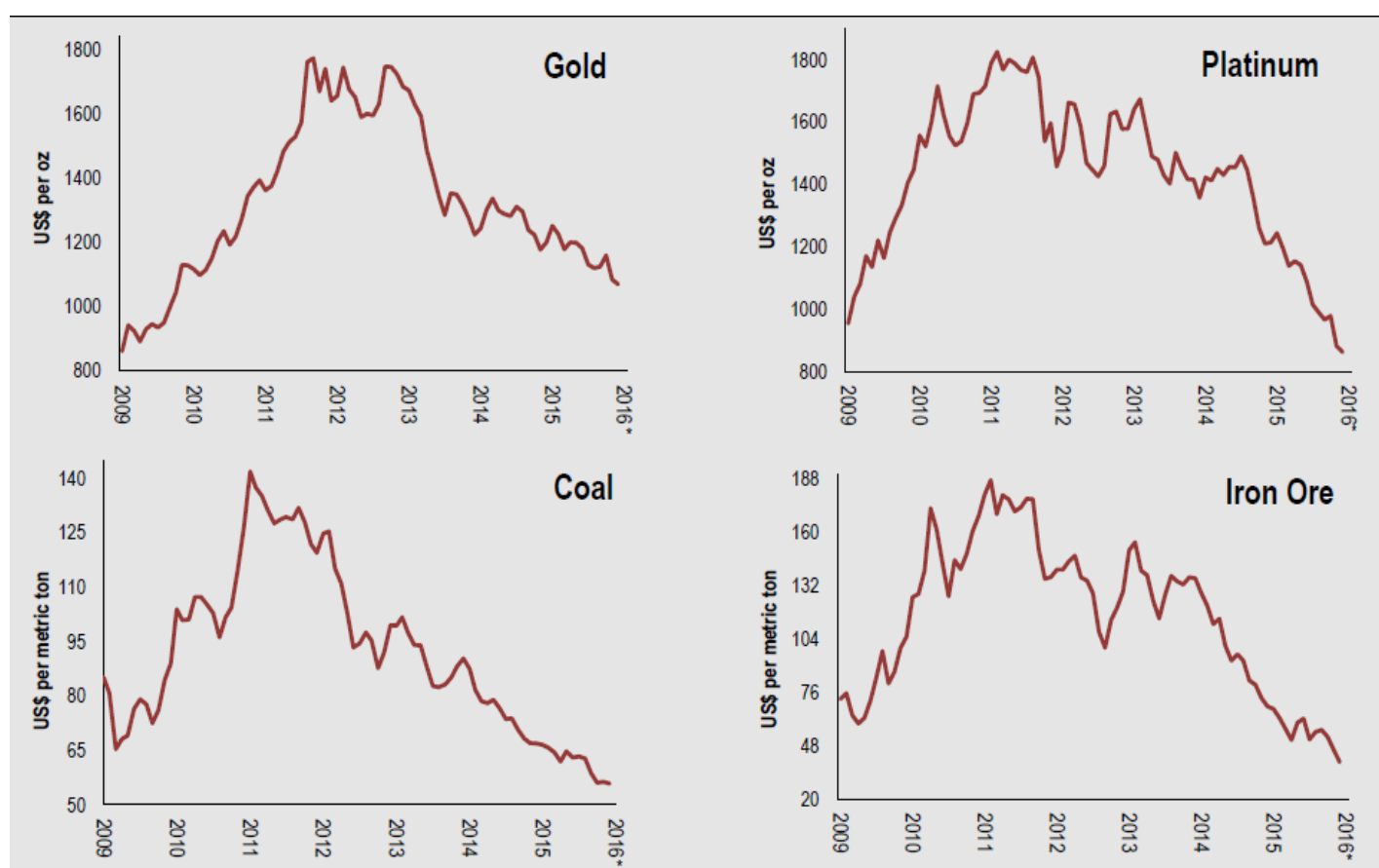


systems are operating effectively, that borrowing programmes are realistic and that creditors continue to be paid timeously and in full.

The world economy appears to be mired in a protracted period of slower growth owing to structural, rather than cyclical factors. Economic growth is at its lowest since 2009. Trade has slowed and financial market turbulence has intensified. A muted economic revival is apparent in developed economies, but the recovery is precarious. High levels of debt and years of unprecedented monetary easing have narrowed the space for policy action to cushion economic fluctuations. Slowing productivity growth, rising inequality and ageing populations raise considerable longer-term challenges.

Thaba Chweu Municipality is not immune to these factors. One of the core commodities exported out of this region is Platinum and coal. The table below illustrates the global impact on the major commodities in South Africa.

Prices of South Africa's major commodity exports, 2009 – 2016

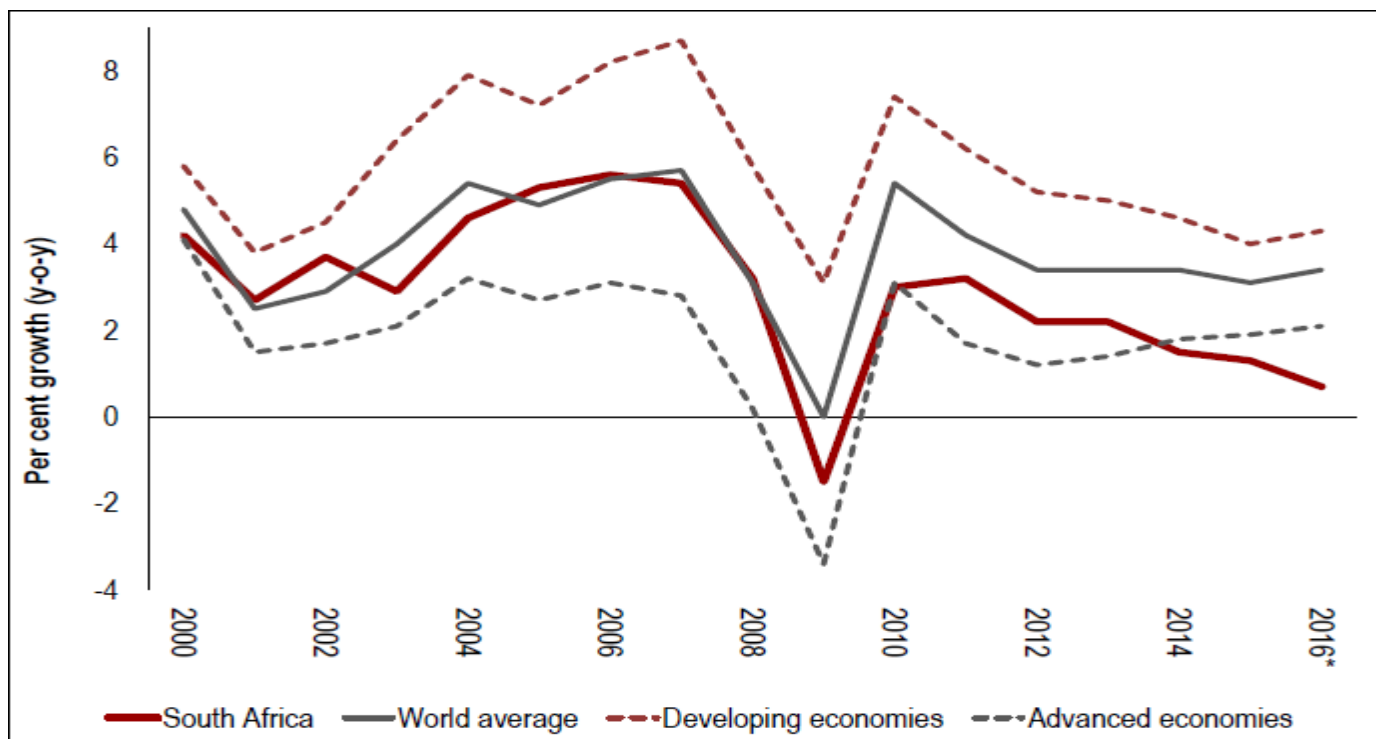


Domestic outlook weakens

South Africa's GDP growth has now fallen behind the rate of population increase, resulting in declining per capita incomes. In other words, the average South African is becoming poorer. Lower rates of economic growth reduce government revenue, undermining the state's ability to sustain spending on core social and economic programmes. While global factors play a strong role, domestic growth has continued to diverge from the world average.



South African and global economic growth, 2000 – 2016



Source: International Monetary Fund *Forecast

Global conditions have exposed South Africa's own economic weaknesses, with projected GDP growth revised down to 0.9 per cent for 2016. Low commodity prices, heightened financial market volatility, and diminished consumer and business confidence weigh on the outlook.

The most severe drought in 20 years has resulted in declining agricultural output and food price inflation, raising the prospect of increased hunger and poverty across Southern Africa. Constrained electricity supply continues to limit growth and deter fixed investment.

The above summarises the situation faced by the low economic growth. Therefore mechanisms have to be put in place to cushion the impact of these tough conditions. National government has introduced measures to curb and improve economic growth gradually.

Government is committed to raising growth rates over the medium and long term. Success will depend on increased collaboration with business, labour and civil society to realise the goals of the National Development Plan. Key areas of intervention include:

- Maintaining public infrastructure investment
- Partnerships to expand co-investment in economic infrastructure, social facilities, innovation and skills development.
- Increasing electricity supply and improving reliability by mobilising private-sector co-investment in technologies that promise rapid results.
- Promoting a stable and cooperative labour relations environment.
- Encouraging development of energy-efficient, job-creating industries – such as tourism, agriculture and agro-processing – that can benefit from the weaker rand to boost exports.
- Lowering the cost of doing business, removing regulatory constraints – such as easing onerous visa restrictions – and acting swiftly to remove policy uncertainty.
- Stimulating economic activity.
- Encouraging the growth of small business. The National Treasury and the Department of Small Business Development are working with the private sector to explore establishing a small business innovation fund.



- Transforming the urban landscape and,
- Transport networks and jobs.

Over time, these reforms will place the economy on a higher growth trajectory.

Thaba Chweu Municipality, as local government, has to align its priorities to be in line with that of the National government and introduce measures that speak to the commitments set out by National government to stimulate economic growth.

The Medium Term Strategic Framework (MTSF) priorities for structural reform over the period ahead include:

- **Building the capacity of local government through the “back to basics” approach** which will focus on improving service delivery, accountability and financial management. Local government should be effective and efficient; and this will be measured by its ability to perform the basic mandate of service delivery.
- **Reshaping urban environment through integrated spatial planning and an expansion of the municipal debt market.** Municipalities play a critical role in growing the economy through well-planned and well-managed urbanisation. In order to achieve this, large municipalities require massive investment to stimulate growth, maintain infrastructure and ensure that basic services are provided for growing populations. Over the next three years, the government will roll-out a new approach to local government infrastructure financing. Incentives will be introduced to encourage large urban municipalities to promote more compact, efficient and equitable cities.
- **Sustainable job creation** remains a national priority, the municipality has been allocated an amount of R 1.6 million particularly to participate in the Expanded Public Works Programme and to explore opportunities to mainstream labour intensive approaches to delivering services.

The cost containment measures as set out in MFMA Circular No.70 to ensure savings on the focus areas namely, consultancy fees, travel and related costs, advertising, catering and event costs as well as previous MFMA Circulars was adopted in compilation of this budget. With the municipality's limited financial resources and also taking into account the factors of the National budget review the 2016/17 annual budget has further prioritised funds to ensure key objectives are achieved and well-performing programmes are supported.

The main challenges experienced during the compilation of the 2016/17 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Aging and poorly maintained water, roads and electricity infrastructure;
- The need to reprioritise projects and expenditure within the existing resource envelope given the cash flow realities and declining cash position of the municipality;
- The increased cost of bulk electricity (due to tariff increases from Eskom), which is placing upward pressure on service tariffs to residents. Continuous high tariff increases are not sustainable - as there will be point where services will no-longer be affordable;
- Wage increases for municipal staff that continues to exceed consumer inflation, as well as the need to fill critical vacancies.

The budget-related policies were reviewed during the budget preparation process and the amendments to the budget-related policies are included in part two (2) of this budget document on 2.4 under the overview of budget related policies



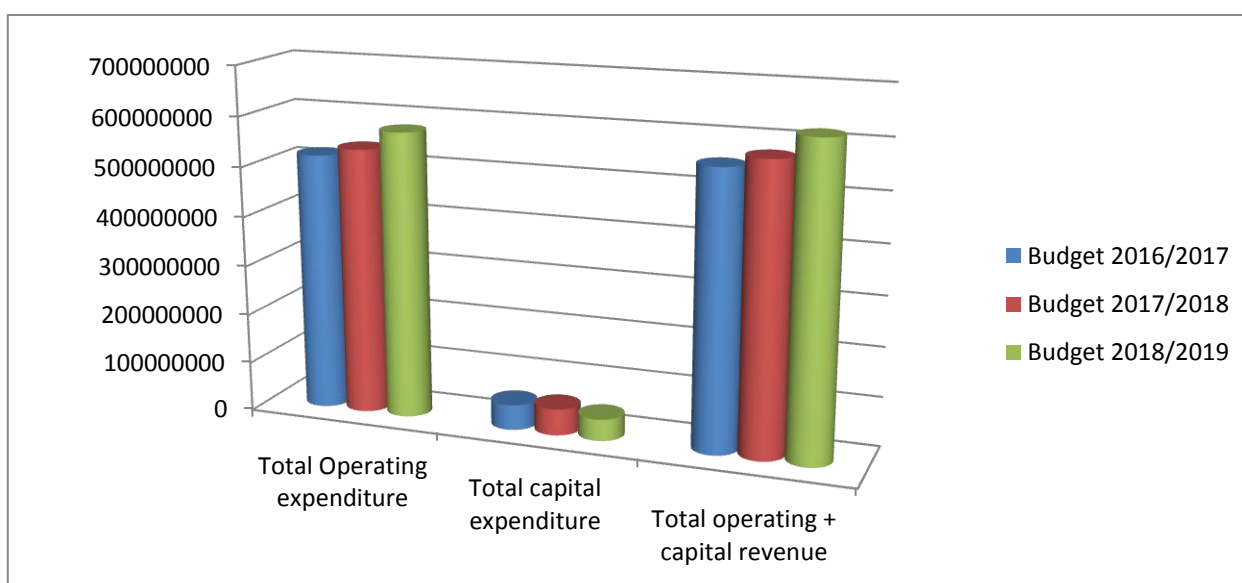
The following budget principles and guidelines directly informed the compilation of the 2016/17 MTREF:

- Tariff increases should be affordable and should generally not exceed inflation as measured by the CPI, except where there are price increases in the inputs of services that are beyond the control of the municipality, for instance the cost of bulk electricity. In addition, tariffs need to remain or move towards being cost reflective, and should take into account the need to address infrastructure backlogs;
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the Division of Revenue Act;
- The annual budget herewith presented provides the appropriation of funds in the MTREF as follows:

Description	Approved Budget 2015/16	Medium Term Revenue and Expenditure Framework		
		Budget Year 2016/2017	Budget Year 2017/2018	Budget Year 2018/2019
R Thousand	R'000	R'000	R'000	R'000
Total Revenue	500 760	552 526	574 827	617 436
Total Expenditure	527 400	571 174	584 888	618 650
Surplus/(deficit)	-26 640	-18 648	-10 061	-1 214

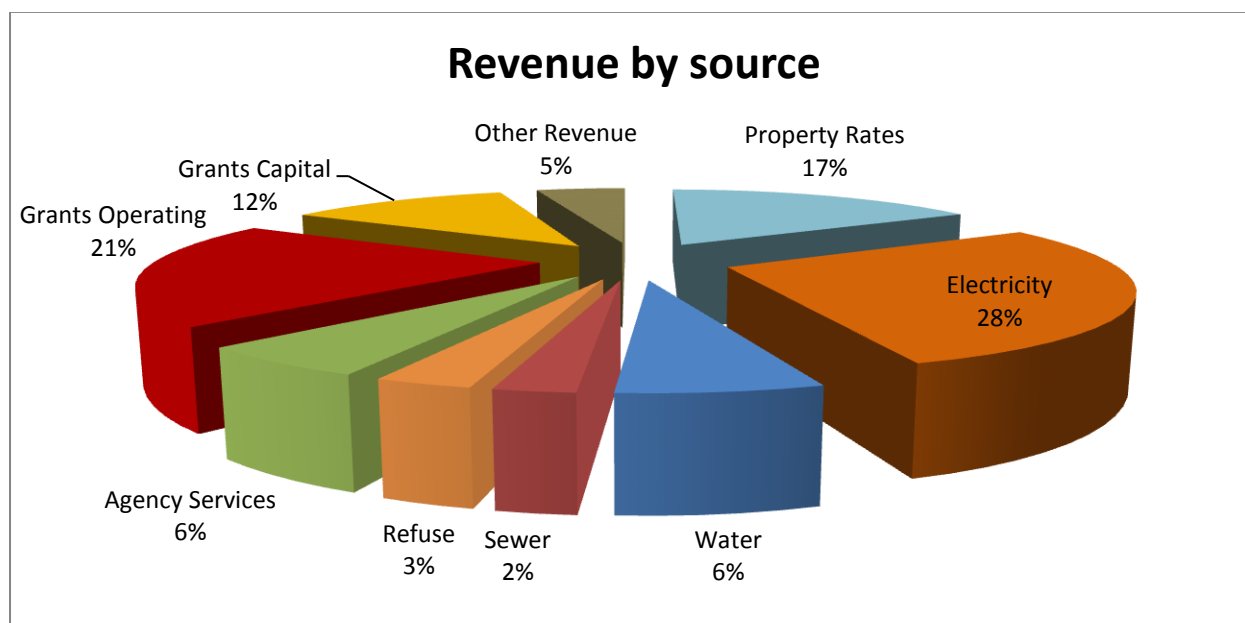
- ✓ Total operating revenue of R 552.5 million for 2016/17 financial year, R 574.8 million for 2017/18 financial year and R 617.4 million for 2018/19 financial year.
- ✓ Total operating expenditure of R 499.9 Million for the 2016/17 financial year, R 493.2 million for the 2017/18 financial year and R 529.3 million for the 2018/19 financial year.
- ✓ Total capital expenditure of R 71. 2 million for the 2016/17 financial year, R 91.7 million for the 2017/18 financial year and R 89.4 million for the 2018/19 financial year.

The annual budget high level summary is graphically presented as follows:





Where does the money come from?








The Municipality's ability to fund its operations is largely based on its ability to generate own revenue and services consumers paying for their services on a timely basis. Of the total revenue in 2016/2017, 79% (R 379, 7 million) will be funded from own internal revenue while 21% (R 184, 6 million) will be funded through government grants.

Description	Amount
Property Rates	93 796 360
Electricity	159 141 101
Water	35 656 181
Sewer	14 263 065
Refuse	17 073 647
Agency Services	32 993 649
Grants Operating	118 547 000
Grants Capital	66 025 000
Other Revenue	26 800 171

The largest own revenue source is electricity sales at 28 % followed by property rates at 17%, water 6%, agency services 6%, Sewer and refuse at 3%. Other revenue is made up of other non-service delivery related but important service charges such as fines, Interest and rental of facilities.



Tariff Increase					
	0%	6.6 to 12%	7%	7%	7%
	Property rates	Electricity	Water	Sanitation	Refuse removal

How much more will you pay?

	Current Year 2015/2016	Budget Year 2016/2017	Budget Year 2016/2017
		% inc	
Monthly Account for Households – middle income Range			
Rates and service charges			
Property rates	294.17	-	315.19
Electricity: Basic levy	44.74	7.84	48.25
Electricity: Consumption	1355.16	7.37	1458.15
Water: Basic levy	-	-	-
Water: Consumption	201.84	7	216.00
Sanitation	87.72	7	93.86
Refuse removal	87.72	7	93.86
Sub – total	2071.05		2225.31
Vat on service	248.81		267.42
Total middle income bill	2320.15		2492.73

Reference:

1. Use as basis property value of R 700 000, 1000kwh electricity and 30kl water
2. Property rates discount decreased to 55% for residential

	Current Year 2015/2016	Budget Year 2016/2017	Budget Year 2016/2017
		% inc	
Monthly Account for Households – Affordable income Range			
Rates and service charges			
Property rates	79.45	-	85.12
Electricity: Basic levy	44.74	7.84	48.25



Electricity: Consumption	549.54	7.37	48.25
Water: Basic levy	-	-	-
Water: Consumption	159.79	7	171.00
Sanitation	87.72	7	93.86
Refuse removal	87.72	7	93.86
Sub – total	1008.96		1083.10
Vat on service	130.13		139.72
Total middle income bill	1139.09		1222.82

Reference:

1. Use as basis property value of R 200 000 and 700 000, 500kwh electricity and 25kl water
2. Property rates discount decreased to 55% for residential

	Current Year 2015/2016	Budget Year 2016/2017	Budget Year 2016/2017
		% inc	
Monthly Account for Households – Indigent income Range			
Rates and service charges			
Property rates	-	-	-
Electricity: Basic levy	-	-	-
Electricity: Consumption	219.77	7.2	235.29
Water: Basic levy	-	-	-
Water: Consumption	84.10	7	90.00
Sanitation	-	-	-
Refuse removal	-	-	-
Sub – total	303.87		325.29
Vat on service	42.54		45.54
Total middle income bill	346.41		370.83

Reference:

1. Use as basis property value of R 30 000 and 200 000, 350kwh electricity and 20kl water (50 kwh electricity and 10kl water free)

Service Charges

Property rates are another form of government tax levied on property ownership in terms of Local Government: Municipal Property rates Act 6 of 2004. Council has taken decision not to affect any increase in property rates for the 2016/2017 financial year, however the rebate has been reduced from 58% to 55%

Electricity increase is based on the National Energy Regulator of South Africa (NERSA). In terms of the multi-year price determination for Eskom's tariffs approved by the National Energy Regulator of South Africa, a tariff increase of 9.4 per cent has been approved for the 2016/17 financial year.

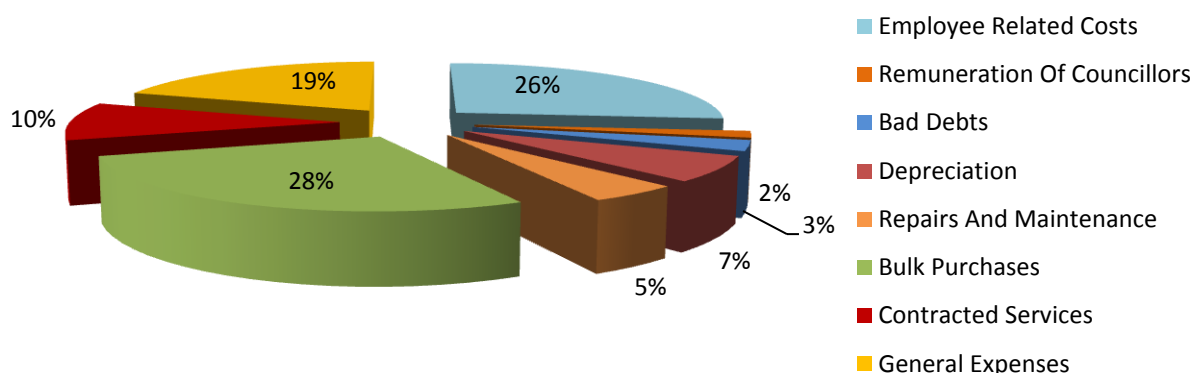
Water, refuse and sanitation are increased based on the consumer price index plus 1 % as guided by the National Treasury.



What is the money spent on?

The municipality has maintained a pro-poor orientation on public spending to improve social development through sustainable provision of basic services. A credible budget implementation plan to address challenges and achieve imperatives and goals as guided by the IDP had been set up.

Expenditure by source



Employee Related Costs	132 903 749
Remuneration Of Councillors	8 857 011
Bad Debts	14 191 444
Depreciation	33 595 902
Repairs And Maintenance	23 322 257
Bulk Purchases	138 478 576
Contracted Services	50 481 007
General Expenses	98 160 958

Employee related costs are averaged at the CPI + 1 per cent. The South African Local Government Bargaining Council entered into a three year salary and wage collective agreement for a period 01 July 2015 to 30 June 2018. The agreement reached is as follows:

- 2015/16 financial year – 7 per cent
- 2016/17 financial year – average CPI + 1 per cent
- 2017/18 financial year – average CPI +1 per cent

Limits were set for the following items amongst others and allocations to these items had to be supported by a list and/or motivation setting out the intention and cost of the expenditure which was used to non-priority expenditures

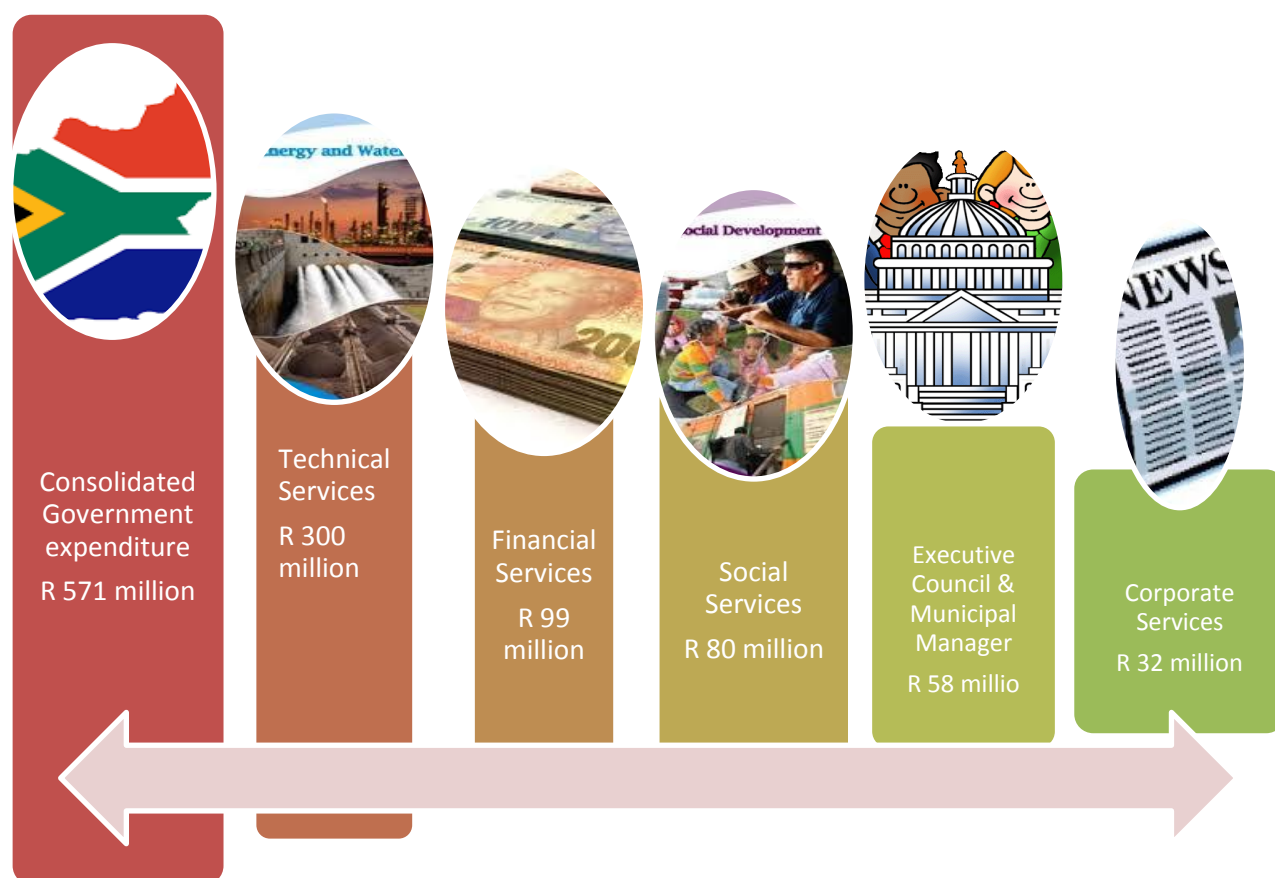
- Subsistence and travelling allowance
- Furniture and office Equipment
- Refreshments and entertainment
- Fuel
- Advertising and printing

The Municipality encourages business continuity and certain expenditure has to be maintained in line with the inflation rate to enable the institution to continue and provide basic services.

Bulk Purchases constitute 28% of the operating budget and employee costs 26%, repairs and maintenance constitute 5 % of the total operating budget. This is slightly below the norm of 6 % and above.

Repairs and maintenance comprises of Network reticulation (electricity, water and sewer) and roads maintenance to the value of R 18 million.

Functional classification



The above diagram illustrates the breakdown of the budget by department.

- ✓ Technical services is allocated R 300 million, up by 5 percent from the previous financial year;
- ✓ Financial Services is allocated R 99 million, decrease of 5 percent from the previous financial year. The decrease is as a result of a reduction in non-essential expenditure and redirecting funds to service delivery areas.
- ✓ Social services is allocated R 80 million, up by 40 percent from the previous financial year. The increase is as a result of redirecting funding to basic service delivery areas.

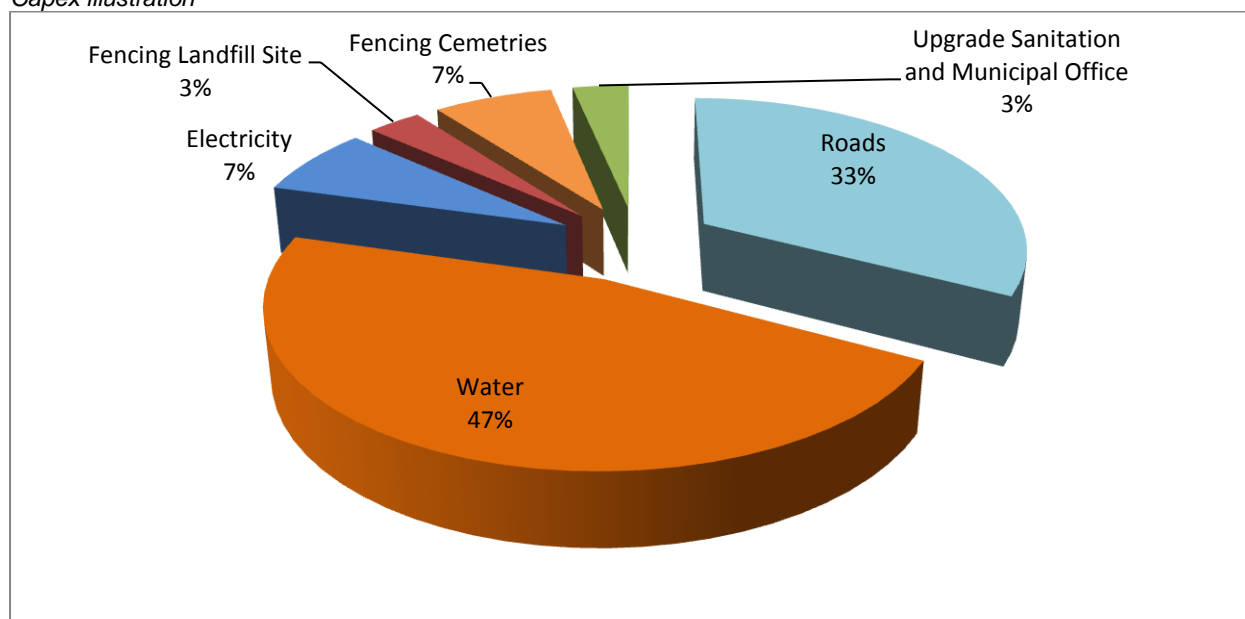


- ✓ Executive Council & Municipal Manager office is allocated R 58 million and;
- ✓ Corporate services R 31 million

Capital Budget

The municipality's capital budget is important for implementation of new infrastructure projects to increase and improve access to basic services around the municipality. In the 2016/2017 financial year, The municipality has approved capital budget of R 71,173,750. This capital budget will implement a range of infrastructure from, roads, water, electricity, sanitation etc.

Capex illustration



Roads	23 286 738
Water	33 200 000
Electricity	5 100 000
Fencing Landfill Site	2 234 253
Fencing Cemeteries	5 002 759
Upgrade Sanitation and Municipal Office	2 350 000

- Fencing of landfill sites (MIG/MP/1515/F/16/18);
- Roads (MIG/MP1416/RST, MIG/MP1418/RST, MIG/MP1419/RST, MIG/MP1427/RST)
- Replacement of AC pipes (MIG/MP1385/W/15/17)
- Fencing Cemeteries (MIG/MP/1175/F/13/15)
- ✓ The following are internally funded capex projects
 - Upgrade sewer line (Mashishing)
 - Bulk water upgrade (coromandale)
 - Install ring feed line (Sabie)

1.4

The following pages present the ten main budget tables as required in terms of section 8 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2016/2017 budget and MTERF as tabled in council.



Table A1 – Budget Summary

MP321 Thaba Chweu - Table A1 Consolidated Budget Summary

Description	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousands										
Financial Performance										
Property rates	30 293	34 082	102 029	99 967	86 827	86 827	–	89 438	91 999	96 562
Service charges	143 111	158 071	159 656	198 271	250 891	250 891	–	218 868	232 357	246 850
Investment revenue	3 274	1 112	–	636	576	576	–	616	652	690
Transfers recognised - operational	112 850	78 181	142 574	108 716	105 775	105 775	–	118 547	136 413	155 295
Other own revenue	13 293	44 833	61 153	46 523	82 265	82 265	–	59 031	27 709	29 639
Total Revenue (excluding capital transfers and contributions)	302 821	316 279	465 411	454 114	526 333	526 333	–	486 500	489 129	529 036
Employee costs	97 476	109 418	117 618	116 327	140 388	140 388	–	132 904	135 498	144 438
Remuneration of councillors	7 176	7 428	8 884	8 395	8 693	8 693	–	8 857	9 326	9 867
Depreciation & asset impairment	44 187	33 077	86 130	36 385	33 820	33 820	–	33 596	17 225	11 153
Finance charges	12 129	23 681	35 901	27 757	44 052	44 052	–	17 934	19 741	20 886
Materials and bulk purchases	109 215	115 402	131 021	173 138	104 665	104 665	–	138 479	154 437	172 249
Transfers and grants	14 759	–	–	–	–	–	–	8 730	9 237	9 772
Other expenditure	140 508	148 763	144 565	113 691	184 547	184 547	–	164 638	153 725	161 884
Total Expenditure	425 450	437 769	524 119	475 693	516 164	516 164	–	505 138	499 190	530 249
Surplus/(Deficit)	(122 629)	(121 490)	(58 707)	(21 579)	10 170	10 170	–	(18 638)	(10 060)	(1 214)
Transfers recognised - capital	–	55 422	–	46 647	46 647	64 647	–	66 025	85 697	88 400
Contributions recognised - capital & contributed a	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) after capital transfers & contributions	(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Share of surplus/ (deficit) of associate	–	–	–	–	–	–	–	–	–	–
Surplus/(Deficit) for the year	(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Capital expenditure & funds sources										
Capital expenditure	27 469	51 823	51 692	44 278	44 505	44 505	–	71 174	53 373	53 984
Transfers recognised - capital	27 469	51 822	48 452	44 278	44 278	44 278	–	63 724	46 873	49 484
Public contributions & donations	–	–	–	–	–	–	–	–	–	–
Borrowing	–	–	–	–	–	–	–	–	–	–
Internally generated funds	–	–	3 240	–	227	227	–	7 450	6 500	4 500
Total sources of capital funds	27 469	51 822	51 692	44 278	44 505	44 505	–	71 174	53 373	53 984
Financial position										
Total current assets	86 607	119 583	188 519	153 756	185 093	185 093	–	91 632	125 732	98 735
Total non current assets	999 244	2 596 762	2 559 362	1 405 987	2 559 360	2 559 360	–	2 736 385	2 840 330	2 949 354
Total current liabilities	248 026	368 681	491 612	225 903	226 763	226 763	–	97 436	141 455	109 656
Total non current liabilities	8 600	25 856	–	220 856	29 929	29 929	–	240 733	262 399	286 015
Community wealth/Equity	829 225	2 322 254	2 256 269	1 112 985	2 487 761	2 487 761	–	2 489 848	2 562 208	2 652 418
Cash flows										
Net cash from (used) operating	(12 581)	56 341	54 208	109 664	118 881	118 881	–	58 960	52 777	54 304
Net cash from (used) investing	1 709	(43 255)	(50 096)	(44 278)	(57 126)	(57 126)	–	(73 475)	(49 340)	(52 088)
Net cash from (used) financing	(10 778)	(9 175)	–	–	–	–	–	–	–	–
Cash/cash equivalents at the year end	(23 561)	4 885	8 997	70 386	65 827	65 827	–	(5 525)	(2 088)	128
Cash backing/surplus reconciliation										
Cash and investments available	50 713	6 481	8 997	704	4 072	4 072	–	4 072	5 500	6 823
Application of cash and investments	267 569	273 597	268 991	315	3 925	3 925	–	(1 910)	(5 493)	(11 848)
Balance - surplus (shortfall)	(216 856)	(267 117)	(259 994)	389	147	147	–	5 982	10 993	18 671
Asset management										
Asset register summary (WDV)	27 966	1 323 175	2 562 810	1 405 988	2 128 639	2 128 412	2 736 385	2 736 385	2 840 330	2 949 354
Depreciation & asset impairment	44 187	33 077	86 130	36 385	33 820	33 820	33 596	33 596	17 225	11 153
Renewal of Existing Assets	–	–	48 244	44 278	44 278	44 278	44 278	43 724	35 607	36 412
Repairs and Maintenance	–	–	–	36 356	36 356	36 356	23 322	23 322	23 188	30 938
Free services										
Cost of Free Basic Services provided	–	–	–	–	–	–	7 411	7 411	8 007	8 471
Revenue cost of free services provided	–	–	–	5 906	–	–	4 359	4 359	4 612	4 879
Households below minimum service level										
Water:	–	–	2	2	2	2	2	2	2	2
Sanitation/sew erage:	–	–	1	1	1	1	1	1	1	1
Energy:	–	–	5	5	5	5	5	5	6	6
Refuse:	–	–	14	14	14	14	15	15	16	18



Explanatory notes to Table A1 – Budget Summary.

1. Table A1 is a budget summary and provides a concise overview of the municipality's budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts tabled to Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.



Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

MP321 Thaba Chweu - Table A2 Consolidated Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		134 908	165 588	296 774	252 446	225 149	225 149	152 292	164 819	177 689
Executive and council		67 711	83 128	110 317	106 111	103 108	103 108	34 703	42 598	48 805
Budget and treasury office		34 008	41 739	139 738	76 186	120 639	120 639	112 880	117 040	123 187
Corporate services		33 189	40 721	46 718	70 149	1 402	1 402	4 710	5 180	5 698
<i>Community and public safety</i>		1 969	2 415	2 988	256	166	166	80 390	86 019	91 079
Community and social services		151	196	2 852	159	166	166	195	210	219
Sport and recreation		91	108	46	28	-	-	6	6	6
Public safety		-	-	-	-	-	-	857	907	960
Housing		1 727	2 111	90	69	-	-	75	83	-
Health		-	-	-	-	-	-	79 257	84 813	89 894
<i>Economic and environmental services</i>		22 833	28 023	1 930	62 038	46 778	46 778	79 257	84 813	89 894
Planning and development		606	732	1 814	46 861	15 142	15 142	79 257	84 813	89 894
Road transport		22 227	27 291	117	15 177	31 637	31 637	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		143 111	175 673	163 719	186 019	300 887	300 887	240 583	239 171	258 769
Electricity		126 360	112 610	107 801	144 171	212 955	212 955	159 498	174 704	190 563
Water		-	42 486	30 863	29 516	37 494	37 494	50 943	32 575	34 464
Waste water management		7 878	9 676	11 893	12 332	35 742	35 742	13 068	13 828	14 630
Waste management		8 873	10 902	13 162	-	14 695	14 695	17 074	18 064	19 112
<i>Other</i>	4	-	-	-	-	-	-	4	4	4
Total Revenue - Standard	2	302 821	371 699	465 411	500 759	572 981	572 981	552 525	574 826	617 436
Expenditure - Standard										
<i>Governance and administration</i>		199 833	261 193	410 916	222 550	220 308	220 308	229 944	184 770	187 428
Executive and council		39 141	40 059	33 846	69 481	84 025	84 025	94 004	60 064	61 723
Budget and treasury office		109 766	167 718	320 373	128 000	114 598	114 598	93 071	80 237	80 441
Corporate services		50 926	53 415	56 697	25 069	21 686	21 686	42 869	44 469	45 264
<i>Community and public safety</i>		22 124	22 794	12 870	32 058	21 788	21 788	33 296	35 255	37 002
Community and social services		4 680	4 871	4 719	4 774	4 774	4 774	6 714	6 994	7 451
Sport and recreation		9 530	9 792	3 959	6 229	6 229	6 229	3 511	3 736	3 976
Public safety		4 042	4 143	803	18 126	10 043	10 043	20 343	21 651	23 046
Housing		2 851	2 919	1 604	2 187	-	-	2 008	2 108	1 715
Health		1 021	1 069	1 786	742	742	742	720	766	814
<i>Economic and environmental services</i>		33 652	34 647	48 021	23 542	48 087	48 087	58 468	62 132	72 529
Planning and development		7 360	7 582	1 309	8 722	6 338	6 338	48 889	51 968	55 244
Road transport		25 867	26 633	43 249	14 820	41 110	41 110	9 580	10 164	17 284
Environmental protection		425	432	3 463	-	639	639	-	-	-
<i>Trading services</i>		169 840	174 842	52 312	204 969	237 147	237 147	183 429	217 033	233 290
Electricity		128 912	132 537	7 043	165 777	133 372	133 372	126 882	141 335	157 430
Water		16 848	17 356	28 483	23 948	87 564	87 564	40 652	60 267	59 508
Waste water management		7 828	8 074	3 247	3 732	13 093	13 093	4 326	4 593	4 876
Waste management		16 252	16 875	13 539	11 512	3 118	3 118	11 569	10 839	11 476
<i>Other</i>	4	-	-	-	3	3	3	-	-	-
Total Expenditure - Standard	3	425 449	493 475	524 119	483 121	527 333	527 333	505 138	499 190	530 249
Surplus/(Deficit) for the year		(122 628)	(121 776)	(58 707)	17 637	45 648	45 648	47 387	75 637	87 186



Explanatory notes to Table A2 - Budgeted Financial Performance (revenue and expenditure by standard classification)

1. Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile 'whole of government' reports.
2. Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital)
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that this is the case for Electricity, Water and Waste water functions, but not the Waste management function. The municipality is in process of reviewing its revenue enhancement strategy.



Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

MP321 Thaba Chweu - Table A3 Consolidated Budgeted Financial Performance (revenue and expenditure by municipal vote)

Annex 27: Mainland Council - Table A3: Consolidated Budgeted Financial Performance (Revenue and Expenditure by Municipal Vote)										
Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Revenue by Vote		1								
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-
Vote 2 - Executive Council		64 344	73 184	92 142	106 111	127 611	127 611	113 696	129 268	142 895
Vote 3 - Finance Services Department		67 765	75 906	70 350	125 609	176 449	176 449	112 880	117 040	123 187
Vote 4 - Corporate Services Department		666	731	1 779	2 647	2 647	2 647	3 086	3 394	3 642
Vote 5 - Social Development Services Department		260	264	177	182	182	182	198	214	223
Vote 6 - Social Development Services Department		28 509	13 608	36 402	32 919	32 919	32 919	50 930	18 977	20 078
Vote 7 - Engineering Services		107 144	172 896	191 652	191 444	191 329	209 329	207 723	259 530	278 317
Vote 8 - Engineering Services		34 133	35 110	35 860	41 848	41 848	41 848	64 011	46 403	49 094
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Revenue by Vote	2	302 822	371 699	428 362	500 760	572 985	590 985	552 525	574 826	617 436
Expenditure by Vote to be appropriated		1								
Vote 1 - Municipal Manager		41 675	42 881	8 240	13 296	13 296	13 296	18 880	19 805	21 030
Vote 2 - Executive Council		24 587	25 299	16 503	24 394	24 394	24 394	37 520	36 761	35 404
Vote 3 - Finance Services Department		202 967	208 844	83 599	132 547	169 671	169 671	98 762	86 276	86 122
Vote 4 - Corporate Services Department		25 679	26 422	17 762	28 129	28 129	28 129	32 220	33 162	32 761
Vote 5 - Social Development Services Department		8 704	8 956	8 748	7 925	7 925	7 925	9 711	10 186	10 851
Vote 6 - Social Development Services Department		51 149	52 630	68 782	41 307	48 943	48 943	69 895	72 810	77 333
Vote 7 - Engineering Services		36 321	37 373	202 189	196 812	204 406	195 806	165 055	160 017	178 802
Vote 8 - Engineering Services		34 369	35 364	21 967	38 710	38 710	38 710	73 096	80 173	87 946
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	425 450	437 769	427 790	483 121	535 476	526 876	505 138	499 190	530 249
Surplus/(Deficit) for the year	2	(122 628)	(66 070)	573	17 639	37 510	64 110	47 387	75 637	87 186

Explanatory notes to Table A3 - Budgeted Financial Performance (revenue and expenditure by municipal vote)

1. Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the



Table A4 - Budgeted Financial Performance (revenue and expenditure)

MP321 Thaba Chweu - Table A4 Consolidated Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Revenue By Source											
Property rates	2	30 293	34 082	102 029	99 967	86 827	86 827	–	89 438	91 999	96 562
Property rates - penalties & collection charges											
Service charges - electricity revenue	2	126 360	109 882	107 732	156 422	165 712	165 712	–	157 782	167 888	178 642
Service charges - water revenue	2	–	27 669	28 863	29 433	37 464	37 464	–	30 852	32 476	34 359
Service charges - sanitation revenue	2	7 878	9 620	10 899	12 283	32 897	32 897	–	13 015	13 770	14 569
Service charges - refuse revenue	2	8 873	10 901	12 162	–	14 695	14 695	–	17 074	18 064	19 112
Service charges - other			0		133	123	123		146	159	168
Rental of facilities and equipment		490	2 209	2 661	2 640	3 205	3 205		3 041	3 344	3 583
Interest earned - external investments		3 274	1 112	–	636	576	576		616	652	690
Interest earned - outstanding debtors		–	–	–	8 924	17 265	17 265		17 484	18 498	19 571
Dividends received		–	–	–	–	–	–		–	–	–
Fines		1 097	800	3 793	1 721	2 360	2 360		2 524	2 671	2 823
Licences and permits		–	26 492	–	–	–	–		–	–	–
Agency services		9 125	–	26 050	14 190	30 835	30 835		32 994	–	–
Transfers recognised - operational		112 850	78 181	142 574	108 716	105 775	105 775		118 547	136 413	155 295
Other revenue	2	2 581	15 332	28 649	19 048	9 800	9 800	–	2 989	3 196	3 663
Gains on disposal of PPE						18 800	18 800				
Total Revenue (excluding capital transfers and contributions)		302 821	316 279	465 411	454 114	526 333	526 333	–	486 500	489 129	529 036
Expenditure By Type											
Employee related costs	2	97 476	109 418	117 618	116 327	140 388	140 388	–	132 904	135 498	144 438
Remuneration of councillors		7 176	7 428	8 884	8 395	8 693	8 693		8 857	9 326	9 867
Debt impairment	3	–	29 687	21 196	2 116	15 197	15 197		14 191	12 088	9 262
Depreciation & asset impairment	2	44 187	33 077	86 130	36 385	33 820	33 820	–	33 596	17 225	11 153
Finance charges		12 129	23 681	35 901	27 757	44 052	44 052		17 934	19 741	20 886
Bulk purchases	2	109 215	115 402	131 021	173 138	104 665	104 665	–	138 479	154 437	172 249
Other materials	8								–		
Contracted services		56 549	48 325	54 002	35 692	49 397	49 397	–	50 481	37 813	41 681
Transfers and grants		14 759	–	–	–	–	–	–	8 730	9 237	9 772
Other expenditure	4, 5	74 743	70 751	69 367	75 883	119 953	119 953	–	99 966	103 824	110 940
Loss on disposal of PPE		9 216	–	–							
Total Expenditure		425 450	437 769	524 119	475 693	516 164	516 164	–	505 138	499 190	530 249
Surplus/(Deficit)		(122 629)	(121 490)	(58 707)	(21 579)	10 170	10 170	–	(18 638)	(10 060)	(1 214)
Transfers recognised - capital			55 422	–	46 647	46 647	64 647		66 025	85 697	88 400
Contributions recognised - capital	6	–	–	–	–	–	–	–	–	–	–
Contributed assets											
Surplus/(Deficit) after capital transfers & contributions		(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Taxation											
Surplus/(Deficit) after taxation		(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Attributable to minorities											
Surplus/(Deficit) attributable to municipality		(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Share of surplus/ (deficit) of associate	7										
Surplus/(Deficit) for the year		(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186



Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

MP321 Thaba Chweu - Table A5 Consolidated Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote 1 - Municipal Manager		-	-	-	-	-	-	-	-	-	-
Vote 2 - Executive Council		-	-	-	-	-	-	-	-	-	-
Vote 3 - Finance Services Department		-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services Department		-	-	-	-	-	-	-	-	-	-
Vote 5 - Social Development Services Department		-	-	-	-	-	-	-	-	-	-
Vote 6 - Social Development Services Department		-	-	-	-	-	-	-	-	-	-
Vote 7 - Engineering Services		-	-	-	-	44 278	44 278	-	-	4 106	4 106
Vote 8 - Engineering Services		-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	44 278	44 278	-	-	4 106	4 106
Single-year expenditure to be appropriated	2										
Vote 1 - Municipal Manager		-	-	100	-	-	-	-	-	-	-
Vote 2 - Executive Council		-	-	-	2 808	-	-	-	-	-	-
Vote 3 - Finance Services Department		-	-	-	-	-	-	-	-	-	-
Vote 4 - Corporate Services Department		-	-	-	-	-	-	-	-	-	-
Vote 5 - Social Development Services Department		-	-	-	-	-	-	-	5 003	-	-
Vote 6 - Social Development Services Department		-	-	800	-	-	-	-	2 234	-	-
Vote 7 - Engineering Services		-	-	-	-	-	-	-	26 784	49 267	48 072
Vote 8 - Engineering Services		-	-	-	-	-	-	-	37 153	-	-
Vote 9 - [NAME OF VOTE 9]		-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]		-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]		-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]		-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]		-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]		-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	900	2 808	-	-	-	71 174	49 267	48 072
Total Capital Expenditure - Vote		-	-	900	2 808	44 278	44 278	-	71 174	53 373	52 178
Capital Expenditure - Standard											
Governance and administration		-	-	3 128	-	227	227	-	2 000	2 000	-
Executive and council				2 860		68	68				
Budget and treasury office						88	88				
Corporate services				268		71	71		2 000	2 000	
Community and public safety		-	6 115	-	-	-	-	-	7 237	5 107	5 107
Community and social services			6 115						7 237	5 107	5 107
Sport and recreation									-		
Public safety											
Housing											
Health											
Economic and environmental services		15 352	12 986	-	-	44 278	44 278	-	32 416	41 766	44 377
Planning and development											
Road transport		15 352	12 986	-	-	44 278	44 278		32 416	41 766	44 377
Environmental protection											
Trading services		12 117	32 721	48 564	44 278	-	-	-	29 521	4 500	4 500
Electricity		4 272	3 000	112					5 100	4 500	4 500
Water		824	23 597	48 452	23 563				24 071		
Waste water management		7 021	6 125	-	20 715				350		
Waste management				-							
Other											
Total Capital Expenditure - Standard	3	27 469	51 823	51 692	44 278	44 505	44 505	-	71 174	53 373	53 984
Funded by:											
National Government		27 469	51 822	48 452	44 278	44 278	44 278		63 724	46 873	49 484
Provincial Government											
District Municipality											
Other transfers and grants											
Transfers recognised - capital	4	27 469	51 822	48 452	44 278	44 278	44 278	-	63 724	46 873	49 484
Public contributions & donations	5										
Borrowing	6										
Internally generated funds				3 240		227	227		7 450	6 500	4 500
Total Capital Funding	7	27 469	51 822	51 692	44 278	44 505	44 505	-	71 174	53 373	53 984



Explanatory notes to Table A5 - Budgeted Capital Expenditure by vote, standard classification and funding source

1. Table A5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.



Table A6 -Budgeted Financial Position

MP321 Thaba Chweu - Table A6 Consolidated Budgeted Financial Position

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
ASSETS											
Current assets											
Cash		2 363	4 884	8 997	704	4 072	4 072		4 072	5 500	6 823
Call investment deposits	1	47 293	–	–	–	–	–	–	–	–	–
Consumer debtors	1	24 389	68 765	168 031	78 732	76 195	76 195	–	50 000	93 531	90 058
Other debtors		–	42 133	8 990	72 889	102 326	102 326		36 000	25 000	–
Current portion of long-term receivables											
Inventory	2	12 562	3 801	2 501	1 432	2 500	2 500		1 560	1 701	1 854
Total current assets		86 607	119 583	188 519	153 756	185 093	185 093	–	91 632	125 732	98 735
Non current assets											
Long-term receivables											
Investments		1 057	1 596	–	–						
Investment property			431 500	430 784	490 330	430 783	430 783		534 460	582 561	634 992
Investment in Associate		–									
Property , plant and equipment	3	997 690	2 163 377	2 128 402	915 612	2 128 401	2 128 401	–	2 201 876	2 257 716	2 314 304
Agricultural											
Biological											
Intangible		497	123	11	45	11	11		49	53	58
Other non-current assets			165	165		165	165				
Total non current assets		999 244	2 596 762	2 559 362	1 405 987	2 559 360	2 559 360	–	2 736 385	2 840 330	2 949 354
TOTAL ASSETS		1 085 851	2 716 345	2 747 881	1 559 743	2 744 453	2 744 453	–	2 828 017	2 966 062	3 048 089
LIABILITIES											
Current liabilities											
Bank overdraft	1										
Borrowing	4	–	–	–	–	–	–	–	–	–	–
Consumer deposits		3 890	4 309	4 635	4 393	4 634	4 634		4 789	5 220	5 690
Trade and other payables	4	267 569	348 182	440 388	205 319	205 470	205 470	–	75 000	117 000	83 000
Provisions		(23 433)	16 190	46 589	16 190	16 659	16 659		17 647	19 235	20 966
Total current liabilities		248 026	368 681	491 612	225 903	226 763	226 763	–	97 436	141 455	109 656
Non current liabilities											
Borrowing		8 600	–	–	195 000	–	–	–	212 550	231 680	252 531
Provisions		–	25 856	–	25 856	29 929	29 929	–	28 183	30 719	33 484
Total non current liabilities		8 600	25 856	–	220 856	29 929	29 929	–	240 733	262 399	286 015
TOTAL LIABILITIES		256 626	394 537	491 612	446 758	256 692	256 692	–	338 169	403 854	395 671
NET ASSETS	5	829 225	2 321 809	2 256 269	1 112 985	2 487 761	2 487 761	–	2 489 848	2 562 208	2 652 418
COMMUNITY W											
Accumulated											
Reserves											
Is the share capital from D4 included in											
Accumulated	4	829 225	2 266 025	4 586 126	1 112 985	2 487 761	2 487 761		2 489 848	2 562 208	2 652 418
Reserves		–	56 229	(2 329 857)	–	–	–	–	–	–	–
TOTAL COMMU	5	829 225	2 322 254	2 256 269	1 112 985	2 487 761	2 487 761	–	2 489 848	2 562 208	2 652 418



Explanatory notes to Table A6 - Budgeted Financial Position

1. Table A6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.



Table A7 - Budgeted Cash Flow Statement

MP321 Thaba Chweu - Table A7 Consolidated Budgeted Cash Flows

Description		Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
R thousand			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates, penalties & collection charges			–	21 015	93 275	38 072	58 611	58 611	–	83 384	96 610	101 441
Service charges			–	126 240	159 871	279 169	279 169	279 169	–	203 666	221 996	241 976
Other revenue			–	12 130	59 435	115 145	115 145	115 145	–	41 459	45 226	49 475
Government - operating		1	–	133 603	94 702	108 716	106 311	106 311	–	122 275	133 280	145 275
Government - capital		1	–	–	57 004	46 647	46 647	46 647	–	66 025	49 340	52 088
Interest			3 273	1 112	684	–	–	–	–	10 616	9 172	5 732
Dividends			–	–	–	–	–	–	–	–	–	–
Payments												
Suppliers and employees			(3 725)	(214 078)	(396 131)	(455 964)	(455 524)	(455 524)	–	(439 943)	(471 758)	(507 796)
Finance charges			(12 129)	(23 681)	(14 631)	(22 120)	(31 478)	(31 478)	–	(19 792)	(21 573)	(23 515)
Transfers and Grants			–	–	–	–	–	–	–	(8 730)	(9 516)	(10 372)
NET CASH FROM/(USED) OPERATING ACTIVITIES			(12 581)	56 341	54 208	109 664	118 881	118 881	–	58 960	52 777	54 304
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE			17 470	(43 255)	–	–	–	–	–	–	–	–
Decrease (Increase) in non-current debtors			–	–	–	–	–	–	–	–	–	–
Decrease (increase) other non-current receivables			–	–	1 596	–	–	–	–	–	–	–
Decrease (increase) in non-current investments			–	–	–	–	–	–	–	–	–	–
Payments												
Capital assets			(15 761)	–	(51 692)	(44 278)	(57 126)	(57 126)	–	(73 475)	(49 340)	(52 088)
NET CASH FROM/(USED) INVESTING ACTIVITIES			1 709	(43 255)	(50 096)	(44 278)	(57 126)	(57 126)	–	(73 475)	(49 340)	(52 088)
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans			–	–	–	–	–	–	–	–	–	–
Borrowing long term/refinancing			–	(9 175)	–	–	–	–	–	–	–	–
Increase (decrease) in consumer deposits			–	–	–	–	–	–	–	–	–	–
Payments												
Repayment of borrowing			(10 778)	–	–	–	–	–	–	–	–	–
NET CASH FROM/(USED) FINANCING ACTIVITIES			(10 778)	(9 175)	–	–	–	–	–	–	–	–
NET INCREASE/ (DECREASE) IN CASH HELD			(21 650)	3 911	4 112	65 386	61 755	61 755	–	(14 515)	3 437	2 216
Cash/cash equivalents at the year begin:		2	(1 911)	974	4 885	5 000	4 072	4 072	–	8 990	(5 525)	(2 088)
Cash/cash equivalents at the year end:		2	(23 561)	4 885	8 997	70 386	65 827	65 827	–	(5 525)	(2 088)	128

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Explanatory notes to Table A6 - Budgeted Cash Flow Statement

1. The budgeted cash flow statement shows the expected level of cash in-flow versus cash out-flows that is likely to result from the implementation of the budget.



Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

MP321 Thaba Chweu - Table A8 Consolidated Cash backed reserves/accumulated surplus reconciliation

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
Cash and investments available											
Cash/cash equivalents at the year end	1	(23 561)	4 885	8 997	70 386	65 827	65 827	-	(5 525)	(2 088)	128
Other current investments > 90 days		73 217	(0)	0	(69 682)	(61 755)	(61 755)	-	9 597	7 588	6 695
Non current assets - Investments	1	1 057	1 596	-	-	-	-	-	-	-	-
Cash and investments available:		50 713	6 481	8 997	704	4 072	4 072	-	4 072	5 500	6 823
Application of cash and investments											
Unspent conditional transfers		267 569	2 868	440 388	-	-	-	-	-	-	-
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	-	270 729	(171 397)	315	3 925	3 925	-	(1 910)	(5 493)	(11 848)
Other provisions											
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		267 569	273 597	268 991	315	3 925	3 925	-	(1 910)	(5 493)	(11 848)
Surplus(shortfall)		(216 856)	(267 117)	(259 994)	389	147	147	-	5 982	10 993	18 671

Explanatory notes to Table A8 - Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".



Table A9 - Asset Management

MP321 Thaba Chweu - Table A9 Consolidated Asset Management

M 521 Trade Orinda - Table A5 Consolidated Asset Management										
Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	27 469	55 422	-	-	227	-	27 450	17 766	15 766
Infrastructure - Road transport		15 352	12 986	-	-	-	-	-	-	-
Infrastructure - Electricity		4 272	3 000	-	-	-	-	600	6 159	6 159
Infrastructure - Water		824	27 196	-	-	-	-	24 500	4 500	4 500
Infrastructure - Sanitation		7 021	6 125	-	-	-	-	350	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		27 469	49 307	-	-	-	-	25 450	10 659	10 659
Community		-	6 115	-	-	-	-	-	5 107	5 107
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	227	-	2 000	2 000	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets</u>	2	-	-	48 244	44 278	44 278	44 278	43 724	35 607	36 412
Infrastructure - Road transport		-	-	-	-	44 278	44 278	19 684	35 607	36 412
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	45 004	23 563	-	-	16 803	-	-
Infrastructure - Sanitation		-	-	-	20 715	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	2 234	-	-
Infrastructure		-	-	45 004	44 278	44 278	44 278	38 721	35 607	36 412
Community		-	-	-	-	-	-	5 003	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		-	-	3 240	-	-	-	-	-	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4	-	-	-	-	-	-	-	-	-
Infrastructure - Road transport		15 352	12 986	-	-	44 278	44 278	19 684	35 607	36 412
Infrastructure - Electricity		4 272	3 000	-	-	-	-	600	6 159	6 159
Infrastructure - Water		824	27 196	45 004	23 563	-	-	41 303	4 500	4 500
Infrastructure - Sanitation		7 021	6 125	-	20 715	-	-	350	-	-
Infrastructure - Other		-	-	-	-	-	-	2 234	-	-
Infrastructure		27 469	49 307	45 004	44 278	44 278	44 278	64 171	46 266	47 071
Community		-	6 115	-	-	-	-	5 003	5 107	5 107
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		-	-	3 240	-	227	-	2 000	2 000	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	27 469	55 422	48 244	44 278	44 505	44 278	71 174	53 373	52 178
ASSET REGISTER SUMMARY - PPE (WDV)										
Infrastructure - Road transport	5	15 352	234 324	1 086 977	229 010	1 102 901	1 102 901	1 584 669	1 620 746	1 668 675
Infrastructure - Electricity		4 272	161 464	168 465	157 803	254 000	254 000	245 600	260 759	266 918
Infrastructure - Water		824	250 222	262 869	268 111	230 117	230 117	251 420	255 920	260 420
Infrastructure - Sanitation		7 021	21 677	76 104	41 901	110 600	110 600	110 950	110 950	110 950
Infrastructure - Other		0	60 249	20 088	58 882	-	-	2 234	2 234	2 234
Infrastructure		27 469	727 935	1 614 504	755 707	1 697 618	1 697 618	2 194 873	2 250 609	2 309 197
Community		-	129 897	307 416	126 951	-	-	5 003	5 107	5 107
Heritage assets		-	2 581	165	2 522	-	-	-	-	-
Investment properties		-	431 500	430 784	490 330	430 783	430 783	534 460	582 561	634 992
Other assets		-	31 138	209 930	30 432	227	-	2 000	2 000	-
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		497	123	11	45	11	11	49	53	58
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	27 966	1 323 175	2 562 810	1 405 988	2 128 639	2 128 412	2 736 385	2 840 330	2 949 354
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>	3	44 187	33 077	86 130	36 385	33 820	33 820	33 596	17 225	11 153
<u>Repairs and Maintenance by Asset Class</u>		-	-	-	36 356	36 356	36 356	23 322	23 188	30 938
Infrastructure - Road transport		-	-	-	13 481	13 481	13 481	5 500	5 819	12 657
Infrastructure - Electricity		-	-	-	12 899	12 899	12 899	7 355	7 781	8 233
Infrastructure - Water		-	-	-	1 780	1 780	1 780	5 628	5 955	6 300
Infrastructure - Sanitation		-	-	-	251	251	251	428	453	479
Infrastructure - Other		-	-	-	236	236	236	201	212	225
Infrastructure		-	-	-	28 646	28 646	28 646	19 111	20 220	27 893
Community		-	-	-	671	671	671	2 444	1 009	1 068
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	-	-	-	7 038	7 038	7 038	1 767	1 959	1 978
TOTAL EXPENDITURE OTHER ITEMS		44 187	33 077	86 130	72 740	70 175	70 175	56 918	40 413	42 092
Renewal of Existing Assets as % of total capex		0.0%	0.0%	100.0%	100.0%	99.5%	100.0%	61.4%	66.7%	69.8%
Renewal of Existing Assets as % of deprecn"		0.0%	0.0%	56.0%	121.7%	130.9%	130.9%	130.1%	206.7%	326.5%
R&M as a % of PPE		0.0%	0.0%	0.0%	4.0%	1.7%	1.7%	1.1%	1.0%	1.3%
Renewal and R&M as a % of PPE		0.0%	0.0%	2.0%	6.0%	4.0%	4.0%	2.0%	2.0%	2.0%



Explanatory notes to Table A9 - Asset Management

1. Table A9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.
2. National Treasury has recommended that municipalities should allocate at least 40 per cent of their capital budget to the renewal of existing assets, and allocations to repairs and maintenance should be 8 per cent of PPE.



A10 - Basic Service Delivery Measurement

MP321 Thaba Chweu - Table A10 Consolidated basic service delivery measurement

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Household service targets	1									
Water:										
Piped water inside dwelling		4 261 092	–	45 691	12 932	12 932	12 932	14 096	15 365	16 747
Piped water inside yard (but not in dwelling)		–	–	15 249	13 672	13 672	13 672	14 902	16 244	17 706
Using public tap (at least min.service level)	2	–	–	6 474	4 783	4 783	4 783	5 213	5 683	6 194
Other water supply (at least min.service level)	4	–	12 710 000	1 985	236	236	236	257	280	306
<i>Minimum Service Level and Above sub-total</i>		4 261 092	12 710 000	69 398	31 623	31 623	31 623	34 469	37 571	40 953
Using public tap (< min.service level)	3	–	–	1 708	1 730	1 730	1 730	1 886	2 055	2 240
Other water supply (< min.service level)	4	–	–	–	–	–	–	–	–	–
No water supply		–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>		–	–	1 708	1 730	1 730	1 730	1 886	2 055	2 240
Total number of households	5	4 261 092	12 710 000	71 106	33 353	33 353	33 353	36 355	39 627	43 193
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		–	2 500 000	21 146	21 421	21 421	21 421	23 349	25 450	27 741
Flush toilet (with septic tank)		–	–	1 359	1 377	1 377	1 377	1 501	1 636	1 783
Chemical toilet		–	–	145	147	147	147	160	175	190
Pit toilet (ventilated)		–	–	1 632	1 653	1 653	1 653	1 802	1 964	2 141
Other toilet provisions (> min.service level)		–	9 900 000	7 043	7 135	7 135	7 135	7 777	8 477	9 240
<i>Minimum Service Level and Above sub-total</i>		–	12 400 000	31 326	31 733	31 733	31 733	34 589	37 702	41 095
Bucket toilet		–	–	178	180	180	180	196	214	233
Other toilet provisions (< min.service level)		–	–	453	459	459	459	500	545	594
No toilet provisions		–	–	–	–	–	–	–	–	–
<i>Below Minimum Service Level sub-total</i>		–	–	631	639	639	639	697	759	828
Total number of households	5	–	12 400 000	31 957	32 372	32 372	32 372	35 285	38 461	41 923
Energy:										
Electricity (at least min.service level)		–	5 350 000	–	–	–	–	–	–	–
Electricity - prepaid (min.service level)		–	–	27 890	28 253	28 253	28 253	30 796	33 567	36 588
<i>Minimum Service Level and Above sub-total</i>		–	5 350 000	27 890	28 253	28 253	28 253	30 796	33 567	36 588
Electricity (< min.service level)		–	–	–	–	–	–	–	–	–
Electricity - prepaid (< min. service level)		–	–	–	–	–	–	–	–	–
Other energy sources		–	–	4 933	4 997	4 997	4 997	5 447	5 937	6 471
<i>Below Minimum Service Level sub-total</i>		–	–	4 933	4 997	4 997	4 997	5 447	5 937	6 471
Total number of households	5	–	5 350 000	32 823	33 250	33 250	33 250	36 243	39 504	43 060
Refuse:										
Removed at least once a week		–	19 550	19 550	19 550	19 550	19 550	21 310	23 227	25 318
<i>Minimum Service Level and Above sub-total</i>		–	19 550	19 550	19 550	19 550	19 550	21 310	23 227	25 318
Removed less frequently than once a week		–	–	1 915	1 940	1 940	1 940	2 115	2 305	2 512
Using communal refuse dump		–	–	383	388	388	388	423	461	502
Using own refuse dump		–	–	9 306	9 427	9 427	9 427	10 275	11 200	12 208
Other rubbish disposal		–	–	273	277	277	277	302	329	359
No rubbish disposal		–	–	1 747	1 770	1 770	1 770	1 929	2 103	2 292
<i>Below Minimum Service Level sub-total</i>		–	–	13 625	13 802	13 802	13 802	15 044	16 398	17 874
Total number of households	5	–	19 550	33 175	33 352	33 352	33 352	36 354	39 626	43 192
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		–	–	–	33 353	33 353	33 353	36 355	39 627	39 627
Sanitation (free minimum level service)		–	–	–	1 752	1 752	1 752	1 910	2 082	2 082
Electricity/other energy (50kwh per household per month)		–	–	–	1 752	1 752	1 752	1 909 000	2 081 000	2 081 000
Refuse (removed at least once a week)		–	–	–	1 752	1 752	1 752	1 910	2 082	2 082
Cost of Free Basic Services provided - Formal Settlements (R'000)	8									
Water (6 kilolitres per indigent household per month)		–	–	–	–	–	–	4 804	5 249	5 553
Sanitation (free sanitation service to indigent households)		–	–	–	–	–	–	1 248	1 320	1 397
Electricity/other energy (50kwh per indigent household per month)		–	–	–	–	–	–	1 359	1 438	1 521
Refuse (removed once a week for indigent households)		–	–	–	–	–	–	–	–	–
Cost of Free Basic Services provided - Informal Formal Settlements (R'000)		–	–	–	–	–	–	–	–	–
Total cost of FBS provided		–	–	–	–	–	–	7 411	8 007	8 471
Highest level of free service provided per household										
Property rates (R value threshold)										
Water (kilolitres per household per month)										
Sanitation (kilolitres per household per month)										
Sanitation (Rand per household per month)										
Electricity (kwh per household per month)										
Refuse (average litres per week)										
Revenue cost of subsidised services provided (R'000)	9									
Property rates (tariff adjustment) (impermissible values per section 17 of MPRA)										
Property rates exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)		–	–	–	1 507	–	–	4 359	4 612	4 879
Water (in excess of 6 kilolitres per indigent household per month)		–	–	–	4 397	–	–	–	–	–
Sanitation (in excess of free sanitation service to indigent households)		–	–	–	–	–	–	–	–	–
Electricity/other energy (in excess of 50 kwh per indigent household per month)		–	–	–	1	–	–	–	–	–
Refuse (in excess of one removal a week for indigent households)		–	–	–	–	–	–	–	–	–
Municipal Housing - rental rebates										
Housing - top structure subsidies										
Other										
Total revenue cost of subsidised services provided	6	–	–	–	5 906	–	–	4 359	4 612	4 879



Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of the Executive Mayor.

The primary aim of the Budget Steering Committee is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that the various spending priorities of the different municipal departments are properly evaluated and prioritised in the allocation of resources.

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. in August) a time schedule that sets out the process to revise the IDP and prepare the budget.

The Mayor tabled in Council the required budget time table.

2.1.2 IDP and Service Delivery and Budget Implementation Plan

The municipality's IDP is its principal strategic planning instrument, which directly guides and informs its planning, budget, management and development actions. This framework is rolled out into objectives, key performance indicators and targets for implementation which directly inform the Service Delivery and Budget Implementation Plan.

The IDP has been taken into a business and financial planning process leading up to the 2016/17 MTREF, based on the approved 2015/16 MTREF, Mid-year Review and adjustments budget. The business planning process has subsequently been refined in the light of current economic circumstances and the resulting revenue projections.

With the compilation of the 2016/17 MTREF, each department/function had to review the business planning process, including the setting of priorities and targets after reviewing the mid-year and third quarter performance against the 2015/16 Departmental Service Delivery and Budget Implementation Plan. Business planning links back to priority needs and master planning, and essentially informed the detail operating budget appropriations and three-year capital programme.



2.1.3 Financial Modelling and Key Planning Drivers

As part of the compilation of the 2016/17 MTREF, extensive financial modelling was undertaken to ensure affordability and long-term financial sustainability. The following key factors and planning strategies have informed the compilation of the 2016/17 MTREF:

- Municipal growth
- Policy priorities and strategic objectives
- Asset maintenance
- Economic climate and trends (i.e inflation, Eskom increases, household debt, migration patterns)
- Performance trends
- The approved 2015/16 adjustments budget and performance against the SDBIP
- Cash Flow Management Strategy
- Debtor payment levels
- The need for tariff increases versus the ability of the community to pay for services;
- Improved and sustainable service delivery

In addition to the above, the strategic guidance given in National Treasury's MFMA Circulars has been taken into consideration in the planning and prioritisation process.

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible integrated developmental planning process.

Municipalities in South Africa need to utilise integrated development planning as a method to plan future development in their areas and so find the best solutions to achieve sound long-term development goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the municipal budget. An IDP is therefore a key instrument which municipalities use to provide vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated developmental planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development. Furthermore, integrated development planning provides a strategic environment for managing and guiding all planning, development and decision making in the municipality.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area. Applied to the municipality, issues of national and provincial importance should be reflected in the IDP of the municipality. A clear understanding of such intent is therefore imperative to ensure that the municipality strategically complies with the key national and provincial priorities.

The aim of this revision cycle was to develop and coordinate a coherent plan to improve the quality of life for all the people living in the area, also reflecting issues of national and provincial importance. One of the



key objectives is therefore to ensure that there exists alignment between national and provincial priorities, policies and strategies and the municipality's response to these requirements.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy (GGDS);
- National and Provincial spatial development perspectives;
- Relevant sector plans such as transportation, legislation and policy;
- National Key Performance Indicators (NKPIS);
- Accelerated and Shared Growth Initiative (ASGISA);
- National 2014 Vision;
- National Spatial Development Perspective (NSDP) and
- The National Priority Outcomes.

The Constitution requires local government to relate its management, budgeting and planning functions to its objectives. This gives a clear indication of the intended purposes of municipal integrated development planning. Legislation stipulates clearly that a municipality must not only give effect to its IDP, but must also conduct its affairs in a manner which is consistent with its IDP.

In order to ensure integrated and focused service delivery between all spheres of government it was important for the municipality to align its budget priorities with that of national and provincial government. All spheres of government place a high priority on infrastructure development, economic development and job creation, efficient service delivery, poverty alleviation and building sound institutional arrangements.

Local priorities were identified as part of the IDP review process which is directly aligned to that of the national and provincial priorities. The 2016/17 MTREF has therefore been directly informed by the IDP revision process and tables SA4 to table SA6 provide a reconciliation between the IDP strategic objectives and operating revenue, operating expenditure and capital expenditure.



2.3 Supporting Budget Tables SA1 – SA35

MP321 Thaba Chweu - Supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

Supporting table on supporting data to Budgeted Financial Performance											
Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
REVENUE ITEMS:											
Property rates	6										
Total Property Rates		30 293	34 082	102 029	101 474	86 827	86 827		93 796	96 610	101 441
less Revenue Foregone (exemptions, reductions and rebates and impermissible values in excess of section 17 of MPRA)					1 507				4 359	4 612	4 879
Net Property Rates		30 293	34 082	102 029	99 967	86 827	86 827	–	89 438	91 999	96 562
Service charges - electricity revenue	6										
Total Service charges - electricity revenue		126 360	109 882	107 732	156 423	165 712	165 712		159 141	169 326	180 163
less Revenue Foregone (in excess of 50 kwh per indigent household per month)					1						
less Cost of Free Basis Services (50 kwh per indigent household per month)		–	–	–	–	–	–		1 359	1 438	1 521
Net Service charges - electricity revenue		126 360	109 882	107 732	156 422	165 712	165 712	–	157 782	167 888	178 642
Service charges - water revenue	6										
Total Service charges - water revenue			27 669	28 863	33 830	37 464	37 464		35 656	37 724	39 912
less Revenue Foregone (in excess of 6 kilolitres per indigent household per month)					4 397						
less Cost of Free Basis Services (6 kilolitres per indigent household per month)		–	–	–	–	–	–		4 804	5 249	5 553
Net Service charges - water revenue		–	27 669	28 863	29 433	37 464	37 464	–	30 852	32 476	34 359
Service charges - sanitation revenue											
Total Service charges - sanitation revenue		7 878	9 620	10 899	12 283	32 897	32 897		14 263	15 090	15 966
less Revenue Foregone (in excess of free sanitation service to indigent households)											
less Cost of Free Basis Services (free sanitation service to indigent households)		–	–	–	–	–	–		1 248	1 320	1 397
Net Service charges - sanitation revenue		7 878	9 620	10 899	12 283	32 897	32 897	–	13 015	13 770	14 569
Service charges - refuse revenue	6										
Total refuse removal revenue		8 873	10 901	12 162	–	14 695	14 695		17 074	18 064	19 112
Total landfill revenue											
less Revenue Foregone (in excess of one removal a week to indigent households)											
less Cost of Free Basis Services (removed once a week to indigent households)		–	–	–	–	–	–		–	–	–
Net Service charges - refuse revenue		8 873	10 901	12 162	–	14 695	14 695	–	17 074	18 064	19 112
Other Revenue by source											
Advertisement boards;					124	118	118		130	143	157
Appl: Rezoning;					21	18	18		22	25	26
Application: consent use;					7	1	1		7	8	8
Application: trading license					5	4	4		4	4	4
Building plan fees;					314	261	261		343	375	672
Certificate clearance ;					158	203	203		217	230	243
Certificate valuation;					18	18	18		20	21	22
Connection (new) Grinpal;					132	365	365		503	537	568
Connection (Re-connections);					137	123	123		132	139	148
Tender Documents;					260	398	398		284	311	329
Grave fees;					59	64	64		69	73	77
Other Revenue	3	2 581	15 332	28 649	17 814	8 226	8 226		1 258	1 332	1 409
Total 'Other' Revenue	1	2 581	15 332	28 649	19 048	9 800	9 800	–	2 989	3 196	3 663



MP321 Thaba Chweu – supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

EXPENDITURE ITEMS:										
Employee related costs										
Basic Salaries and Wages	2	97 476	109 418	117 618	82 930	90 524	90 524	82 619	83 688	89 355
Pension and UIF Contributions					14 984	14 959	14 959	17 281	17 639	18 836
Medical Aid Contributions					4 906	5 528	5 528	7 001	7 168	7 639
Overtime					1 722	4 911	4 911	2 529	2 676	2 831
Performance Bonus					–	–	–	–	–	–
Motor Vehicle Allowance					9 327	9 966	9 966	10 498	10 937	11 571
Cellphone Allowance					1 729	1 876	1 876	2 131	2 275	2 399
Housing Allowances					334	945	945	970	1 023	1 080
Other benefits and allowances						11 284	11 284	9 875	10 093	10 727
Payments in lieu of leave					396	396	396	–	–	–
Long service awards					–	–	–	–	–	–
Post-retirement benefit obligations					–	–	–	–	–	–
sub-total	5	97 476	109 418	117 618	116 327	140 388	140 388	–	132 904	144 438
Less: Employees costs capitalised to PPE										
Total Employee related costs	1	97 476	109 418	117 618	116 327	140 388	140 388	–	132 904	144 438
Contributions recognised - capital										
<i>List contributions by contract</i>										
Total Contributions recognised - capital										
		–	–	–	–	–	–	–	–	–
Depreciation & asset impairment										
Depreciation of Property, Plant & Equipment		44 187	33 077	86 130	36 385	33 820	33 820	33 596	17 225	11 153
Lease amortisation					–	–	–	–	–	–
Capital asset impairment					–	–	–	–	–	–
Depreciation resulting from revaluation of PPE					–	–	–	–	–	–
Total Depreciation & asset impairment	1	44 187	33 077	86 130	36 385	33 820	33 820	–	33 596	17 225
Bulk purchases										
Electricity Bulk Purchases		109 215	115 402	131 021	173 138	104 665	104 665	138 479	154 437	172 249
Water Bulk Purchases										
Total bulk purchases	1	109 215	115 402	131 021	173 138	104 665	104 665	–	138 479	154 437
Transfers and grants										
Cash transfers and grants		14 759	–	–	–	–	–	–	–	–
Non-cash transfers and grants		–	–	–	–	–	–	8 730	9 237	9 772
Total transfers and grants	1	14 759	–	–	–	–	–	–	8 730	9 772
Contracted services										
Consultant fees / computer;					8 209	9 174	9 174	2 829	2 993	3 166
Contract;		56 549	48 325	54 002	15 408	30 899	30 899	35 205	22 962	26 386
CPF/CSF Structure;					–	–	–	–	–	–
Insurance: General;					9 258	7 424	7 424	7 196	7 196	7 196
Internet&Telephone Connectio					–	–	–	1 179	1 248	1 320
ICT and Telecommunications					1 120	300	300	2 345	2 481	2 625
LED Agency;					–	–	–	–	–	–
Legal costs;					–	–	–	–	–	–
MAM Structure;					–	–	–	–	–	–
Office Rentals;					–	–	–	230	244	258
RTMC Money;					1 000	1 748	1 748	791	–	–
Security systems;					218	536	536	–	–	–
TCS Back Office System;					–	–	–	600	635	672
Website;					200	–	–	105	55	58
Office Rentals;					280	215	215	–	–	–
						(898)	(898)	–	–	–
						–	–	–	–	–
						–	–	–	–	–
sub-total	1	56 549	48 325	54 002	35 692	49 397	49 397	–	50 481	41 681
Allocations to organs of state:										
Electricity										
Water										
Sanitation										
Other										
Total contracted services		56 549	48 325	54 002	35 692	49 397	49 397	–	50 481	41 681



MP321 Thaba Chweu – supporting Table SA1 Supporting detail to 'Budgeted Financial Performance'

Other Expenditure By Type											
Collection costs											
Contributions to 'other' provisions											
Consultant fees											
Audit fees					2 650	2 036	2 036		2 177	2 304	2 437
General expenses	3	74 743	70 751	69 367		-	-		5 148	5 081	-
Repairs and Maintenance					36 355	29 613	29 613		23 322	23 188	30 845
Telephone;					1 542	1 359	1 359		1 454	1 539	1 628
Advert. printing & stationar					2 439	2 439	2 439		1 791	2 035	2 153
Departmental: Electricity;					4 186	9 211	9 211		9 856	10 428	10 824
Departmental: Water;					1 000	635	635		679	719	760
Hire: Machinery & equipment;					2 650	1 377	1 377		1 473	1 559	1 649
Job creation;					1 340	8 837	8 837				
Legal Costs;					7 000	6 000	6 000		8 500	8 000	6 000
Levy: Skills development;					1 021	1 104	1 104		1 113	1 173	1 251
Training;					2 344	2 023	2 023				
Vehicle: Fuel					1 624	1 451	1 451		1 502	1 589	1 681
Events, Fuctions, Exhibitions;					155	640	640		786	832	880
Postage					465	443	443		474	501	530
Protective clothing;					910	691	691		321	340	360
Training;					1 905	2 023	2 023		2 293	2 214	2 343
Travel & accomodation;					932	1 729	1 729		1 651	1 746	1 848
ESKOM SPL Account					1 172	-	-		26 530	29 712	33 275
Stationery;					37	159	159		170	180	191
Materials & sundries;					447	475	475		530	561	594
Medical check appointments;					260	159	159		170	180	190
Licences & subscriptions;					275	138	138		467	491	519
Other					5 173	47 410	47 410		9 557	9 453	10 983
Total 'Other' Expenditure	1	74 743	70 751	69 367	75 883	119 953	119 953	-	99 966	103 824	110 940

Repairs and Maintenance	8										
Employee related costs											
Other materials											
Contracted Services									-		
Other Expenditure					36 355	36 355	36 355		23 322	23 188	30 938
Total Repairs and Maintenance Expenditure	9	-	-	-	36 355	36 355	36 355	-	23 322	23 188	30 938



MP321 Thaba Chweu - Supporting Table SA2 Consolidated Matrix Financial Performance Budget (revenue source/expenditure type & dept.)

Description	Ref	Vote 1 - Municipal Manager	Vote 2 - Executive Council	Vote 3 - Finance Services Department	Vote 4 - Corporate Services Department	Vote 5 - Social Development Services	Vote 6 - Social Development Services	Vote 7 - Engineering Services	Vote 8 - Engineering Services	Total
R thousand	1									
Revenue By Source										
Property rates		-	-	89 438	-	-	-	-	-	89 438
Property rates - penalties & collection charges		-	-	-	-	-	-	-	-	-
Service charges - electricity revenue		-	-	-	-	-	-	159 140	-	159 140
Service charges - water revenue		-	-	-	-	-	-	30 852	-	30 852
Service charges - sanitation revenue		-	-	-	-	-	-	13 015	-	13 015
Service charges - refuse revenue		-	-	-	-	17 074	-	-	-	17 074
Service charges - other		-	-	-	-	-	-	146	-	146
Rental of facilities and equipment		-	-	-	2 954	86	-	-	-	3 041
Interest earned - external investments		-	-	616	-	-	-	-	-	616
Interest earned - outstanding debtors		-	-	17 484	-	-	-	-	-	17 484
Dividends received		-	-	-	-	-	-	-	-	-
Fines		-	-	1 664	-	860	-	-	-	2 524
Licences and permits		-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	32 994	-	-	-	32 994
Other revenue		-	-	1 868	131	115	-	875	-	2 990
Transfers recognised - operational		-	116 736	1 810	-	-	-	-	-	118 546
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Revenue (excluding capital transfers and contributions)		-	116 736	112 880	3 086	51 129	-	204 027	-	487 858
Expenditure By Type										
Employee related costs		17 244	-	22 158	15 999	41 676	-	35 826	-	132 904
Remuneration of councillors		-	8 857	-	-	-	-	-	-	8 857
Debt impairment		-	-	14 191	-	-	-	-	-	14 191
Depreciation & asset impairment		-	-	33 596	-	-	-	-	-	33 596
Finance charges		-	-	19 792	-	-	-	-	-	19 792
Bulk purchases		-	-	-	-	-	-	138 479	-	138 479
Other materials		-	-	-	-	-	-	-	-	-
Contracted services		785	-	18 889	-	30 806	-	-	-	50 481
Transfers and grants		-	8 730	-	-	-	-	-	-	8 730
Other expenditure		7 048	-	4 326	16 221	7 776	-	64 095	-	99 466
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-
Total Expenditure		25 077	17 587	112 953	32 220	80 258	-	238 400	-	506 496
Surplus/(Deficit)		(25 077)	99 149	(73)	(29 134)	(29 129)	-	(34 373)	-	(18 638)
Transfers recognised - capital		-	-	-	-	-	-	66 025	-	66 025
Contributions recognised - capital		-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		(25 077)	99 149	(73)	(29 134)	(29 129)	-	31 652	-	47 387



MP321 Thaba Chweu - Supporting Table SA3 Supporting detail to 'Budgeted Financial Position'

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand											
ASSETS											
<u>Call investment deposits</u>											
Call deposits < 90 days											
Other current investments > 90 days		47 293									
Total Call investment deposits	2	47 293	-	-	-	-	-	-	-	-	-
<u>Consumer debtors</u>											
Consumer debtors		24 389	68 765	168 031	78 732	76 195	76 195		50 000	93 531	90 058
Less: Provision for debt impairment			-								
Total Consumer debtors	2	24 389	68 765	168 031	78 732	76 195	76 195	-	50 000	93 531	90 058
<u>Debt impairment provision</u>											
Balance at the beginning of the year											
Contributions to the provision											
Bad debts written off											
Balance at end of year		-	-	-	-	-	-	-	-	-	-
<u>Property, plant and equipment (PPE)</u>											
PPE at cost/valuation (excl. finance leases)		997 690	2 163 377	2 128 402	915 612	2 128 401	2 128 401		2 201 876	2 257 716	2 314 304
Leases recognised as PPE	3										
Less: Accumulated depreciation			-								
Total Property, plant and equipment (PPE)	2	997 690	2 163 377	2 128 402	915 612	2 128 401	2 128 401	-	2 201 876	2 257 716	2 314 304
LIABILITIES											
<u>Current liabilities - Borrowing</u>											
Short term loans (other than bank overdraft)											
Current portion of long-term liabilities											
Total Current liabilities - Borrowing		-	-	-	-	-	-	-	-	-	-
<u>Trade and other payables</u>											
Trade and other creditors		-	345 314	-	190 471	205 470	205 470		75 000	117 000	83 000
Unspent conditional transfers		267 569	2 868	440 388							
VAT					14 849						
Total Trade and other payables	2	267 569	348 182	440 388	205 319	205 470	205 470	-	75 000	117 000	83 000
<u>Non current liabilities - Borrowing</u>											
Borrowing	4	8 600	-	-	195 000				212 550	231 680	252 531
Finance leases (including PPP asset element)											
Total Non current liabilities - Borrowing		8 600	-	-	195 000	-	-	-	212 550	231 680	252 531
<u>Provisions - non-current</u>											
Retirement benefits		-	25 856								
List other major provision items											
Refuse landfill site rehabilitation											
Other		-	-	-	25 856	29 929	29 929		28 183	30 719	33 484
Total Provisions - non-current		-	25 856	-	25 856	29 929	29 929	-	28 183	30 719	33 484
CHANGES IN NET ASSETS											
<u>Accumulated Surplus/(Deficit)</u>											
Accumulated Surplus/(Deficit) - opening balance				(80 971)	1 130 146	2 487 760	2 487 760		2 442 461	2 486 571	2 565 232
GRAP adjustments									-	-	-
Restated balance		-	-	(80 971)	1 130 146	2 487 760	2 487 760	-	2 442 461	2 486 571	2 565 232
Surplus/(Deficit)		(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	-	47 387	75 637	87 186
Appropriations to Reserves											
Transfers from Reserves											
Depreciation offsets											
Other adjustments											
Accumulated Surplus/(Deficit)	1	(122 629)	(66 068)	(139 678)	1 155 214	2 544 577	2 562 577	-	2 489 848	2 562 208	2 652 418
<u>Reserves</u>											
Housing Development Fund											
Capital replacement											
Self-insurance											
Other reserves											
Revaluation			56 229	(2 329 857)							
Total Reserves	2	-	56 229	(2 329 857)	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	2	(122 629)	(9 839)	(2 469 535)	1 155 214	2 544 577	2 562 577	-	2 489 848	2 562 208	2 652 418



MP321 Thaba Chweu - Supporting Table SA4 Reconciliation of IDP strategic objectives and budget (revenue)

IM 021: Mada' Omnia Supporting Role SWA Reconstruction of IDP Strategic Objectives and Budget (Revenue)												
Strategic Objective	Goal	Goal Code	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand												
Provide access to basic services	Maintenance and refurbishment of public service infrastructure, ∩ Improvement of Sector Department participation on project IDP implementation, ∩ Development of Master Plans, By-Laws and Policies, ∩ Prevention of runaway fires through public awareness programmes, ∩ Water, Electricity and Housing supply and ∩ Improvement of quality water			183 251	222 767	285 829	343 808	343 808	343 808	184 572	222 110	243 695
Increase revenue base	Encouragement of community to pay for municipal services,∩ Attraction of investors and sustaining of PPP, ∩ Improvement billing systems,∩ Development of strategies to source funding					90 485	104 771	104 771	104 771	308 306	324 355	335 840
Good governance	Staffing and implementation of monitoring and performance management systems, ∩ Improvement of stakeholder' participation and transparency,∩ Strengthen the effectiveness of oversight committees, ∩ Fight corruption			119 572	294 870	52 047	52 181	117 831	135 450	59 648	28 361	37 901
			1	302 823	517 637	428 361	500 760	566 410	584 029	552 525	574 826	617 436



MP321 Thaba Chweu - Supporting Table SA5 Reconciliation of IDP strategic objectives and budget (operating expenditure)

Table 1: Medium Term Revenue and Expenditure Framework: Strategic Objectives and Budget (Operating Expenditure)													
Strategic Objective	Goal	Goal Code	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework			
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
R thousand													
Provide access to basic services	Maintenance and refurbishment of public service infrastructure, Improvement of Sector Department participation on project IDP implementation,					15 865	23 144	23 144	23 144	23 427	23 299	31 056	
Increase revenue base	Encouragement of community to pay for municipal services, Attraction of investors and sustaining of PPP, Improvement billing systems, Development of strategies to source funding					5 549	8 600	8 600	8 600	8 730	9 237	9 772	
Improve resource management	Attraction & retention of employees, Ensuring of sustainability of natural resources, Diversification of energy sources					2 077	3 772	3 772	3 772	465	492	520	
Enhance and Support Tourism Initiatives and Development	Development of tourism strategy, Maintenance of tourism centres, Linkage of tourism centres to LED, Enhancement of tourism advertisement			319 548	319 323	291 435	321 205	365 417	365 417	340 493	325 391	338 823	
Good governance	Staffing and implementation of monitoring and performance management systems, Improvement of stakeholder' participation and transparency, Strengthen the effectiveness of oversight committees, Fight corruption			104 652	116 846	109 509	123 118	123 118	123 118	131 546	140 266	149 545	
Local Economic Development	Creation of conducive environment for SMMEs, Job creation, Promotion of Public Private Partnership (PPP), Supporting of small and potential LED initiatives, Support of THALEDA			1 250	1 500	3 257	3 177	3 177	3 177	261	277	293	
Combat HIV/AIDS infections	Establish awareness programmes and campaigns on issues of HIV/AIDs				100	100	105	105	105	215	227	241	
Allocations to other priorities													
Total Expenditure				1	425 450	437 769	427 792	483 122	527 334	527 334	505 138	499 190	530 250



MP321 Thaba Chweu - Supporting Table SA6 Reconciliation of IDP strategic objectives and budget (capital expenditure)

M 021 Maba Omwa - Supporting Table 03A Recommendation of IDP Strategic Objectives and Budget (capital expenditure)												
Strategic Objective	Goal	Goal Code	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
				Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand												
Provide access to basic services	Maintenance and refurbishment of public service infrastructure, Improvement of Sector Department participation on project IDP implementation, Development of Master Plans, By-Laws and Policies, Prevention of runaway fires through public awareness programmes, Water, Electricity and Housing supply and Improvement of quality water	A				32 110	44 278	44 278	44 278	71 174	53 373	52 178
Increase revenue base	Encouragement of community to pay for municipal services, Attraction of investors and sustaining of PPP, Improvement billing systems, Development of strategies to source funding	B										
Improve resource management	Attraction & retention of employees, Ensuring of sustainability of natural resources, Diversification of energy sources	C										
Enhance and Support Tourism Initiatives and Development	Development of tourism strategy, Maintenance of tourism centres, Linkage of tourism centres to LED, Enhancement of tourism advertisement	D										
Good governance	Staffing and implementation of monitoring and performance management systems, Improvement of stakeholder participation and transparency, Strengthen the effectiveness of oversight committees, Fight corruption	E										
Local Economic Development	Creation of conducive environment for SMMEs, Job creation, Promotion of Public Private Partnership (PPP), Supporting of small and potential LED initiatives, Support of THALEDA	F										
Combat HIV/AIDS infections	Establish awareness programmes and campaigns on issues of HIV/AIDs	G										
		H										
Allocations to other priorities			3									
Total Capital Expenditure			1	-	-	32 110	44 278	44 278	44 278	71 174	53 373	52 178



MP321 Thaba Chweu - Supporting Table SA8 Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
<u>Borrowing Management</u>											
Credit Rating											
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Ex penditure	5.4%	5.4%	6.8%	5.8%	8.5%	8.5%	0.0%	3.6%	4.0%	3.9%
Capital Charges to Own Revenue	Finance charges & Repayment of borrowing /Own Revenue	12.1%	9.9%	11.1%	8.0%	10.5%	10.5%	0.0%	4.9%	5.6%	5.6%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure excl. transfers and grants and contributions	0.0%	17.7%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>											
Gearing	Long Term Borrowing/ Funds & Reserves	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Liquidity</u>											
Current Ratio	Current assets/current liabilities	0.3	0.3	0.4	0.7	0.8	0.8	–	0.9	0.9	0.9
Current Ratio adjusted for aged debtors	Current assets less debtors > 90 days/current liabilities	0.3	0.3	0.4	0.7	0.8	0.8	–	0.9	0.9	0.9
Liquidity Ratio	Monetary Assets/Current Liabilities	0.2	0.0	0.0	0.0	0.0	0.0	–	0.0	0.0	0.1
<u>Revenue Management</u>											
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/Last 12 Mths Billing		0.0%	76.6%	97.3%	106.4%	100.0%	100.0%	0.0%	93.1%	98.2%
Current Debtors Collection Rate (Cash receipts % of Ratepayer & Other revenue)		0.0%	76.6%	96.7%	106.4%	100.0%	100.0%	0.0%	93.1%	98.2%	100.0%
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	8.1%	35.1%	38.0%	33.4%	33.9%	33.9%	0.0%	17.7%	24.2%	17.0%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old										
<u>Creditors Management</u>											
Creditors System Efficiency	% of Creditors Paid Within Terms (within 'MFMA' s 65(e))										
Creditors to Cash and Investments		0.0%	7069.2%	0.0%	270.6%	312.1%	312.1%	0.0%	-1357.5%	-5604.0%	64740.7%
<u>Other Indicators</u>											
Electricity Distribution Losses (2)	Total Volume Losses (kW)										
	Total Cost of Losses (Rand '000)										
	% Volume (units purchased and generated less units sold)/units purchased and generated										
Water Distribution Losses (2)	Total Volume Losses (kℓ)										
	Total Cost of Losses (Rand '000)										
	% Volume (units purchased and generated less units sold)/units purchased and generated										
Employee costs	Employee costs/(Total Revenue - capital revenue)	32.2%	34.6%	25.3%	25.6%	26.7%	26.7%	0.0%	27.3%	27.7%	27.3%
Remuneration	Total remuneration/(Total Revenue - capital revenue)	3.5%	35.3%	23.5%	25.6%	22.3%	22.3%		26.2%	28.3%	29.0%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	0.0%	0.0%	0.0%	8.0%	6.9%	6.9%		4.8%	4.7%	5.8%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	18.6%	17.9%	26.2%	14.1%	14.8%	14.8%	0.0%	10.6%	7.6%	6.1%
<u>IDP regulation financial viability indicators</u>											
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	170.8	348.3	–	–	–	–	–	40.1	61.5	65.2
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	14.0%	57.1%	67.0%	50.4%	52.4%	52.4%	0.0%	27.6%	36.2%	26.0%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	(0.9)	0.2	0.3	2.1	1.9	1.9	–	(0.2)	(0.1)	0.0



MP321 Thaba Chweu Supporting Table SA10 Funding measurement

Description	MFMA section	Ref	2012/13	2013/14	2014/15	Current Year 2015/16				2016/17 Medium Term Revenue & Expenditure Framework		
			Audited	Audited	Audited	Original	Adjusted	Full Year	Pre-audit	Budget Year	Budget Year	Budget Year
			Outcome	Outcome	Outcome	Budget	Budget	Forecast	outcome	2016/17	+1 2017/18	+2 2018/19
Funding measures												
Cash/cash equivalents at the year end - R'000	18(1)b	1	(23 561)	4 885	8 997	70 386	65 827	65 827	–	(5 525)	(2 088)	128
Cash + investments at the yr end less applications - R'000	18(1)b	2	(216 856)	(267 117)	(259 994)	389	147	147	–	5 982	10 993	18 671
Cash year end/monthly employee/supplier payments	18(1)b	3	(0.9)	0.2	0.3	2.1	1.9	1.9	–	(0.2)	(0.1)	0.0
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	4	(122 629)	(66 068)	(58 707)	25 068	56 817	74 817	–	47 387	75 637	87 186
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	5	N.A.	4.8%	30.2%	8.0%	7.2%	(6.0%)	(106.0%)	(14.7%)	(0.8%)	(0.1%)
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	6	0.0%	67.3%	96.8%	125.4%	112.9%	112.9%	0.0%	89.4%	103.3%	105.3%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	7	0.0%	15.4%	8.1%	0.7%	4.5%	4.5%	0.0%	4.6%	3.7%	2.7%
Capital payments % of capital expenditure	18(1)c;19	8	0.0%	0.0%	5743.6%	1576.9%	129.0%	129.0%	0.0%	103.2%	92.4%	99.8%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	9	0.0%	17.7%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a	10								0.0%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	11	N.A.	354.7%	59.6%	(14.3%)	17.7%	0.0%	(100.0%)	(51.8%)	37.8%	(24.0%)
Long term receivables % change - incr(decr)	18(1)a	12	N.A.	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	13	0.0%	0.0%	0.0%	4.0%	1.7%	1.7%	0.0%	1.1%	1.0%	1.3%
Asset renewal % of capital budget	20(1)(vi)	14	0.0%	0.0%	5360.4%	1576.9%	100.0%	100.0%	0.0%	61.4%	66.7%	69.8%



MP321 Thaba Chweu - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
RECEIPTS:	1, 2									
Operating Transfers and Grants										
National Government:		72 614	82 683	94 019	107 376	107 376	107 376	116 864	136 413	155 295
Local Government Equitable Share		72 184	74 531	90 485	104 771	104 771	104 771	115 054	129 268	142 895
Integrated National Electrification Programme			3 000							
Finance Management			1 550	1 600	1 675	1 675	1 675	1 810	2 145	2 400
Municipal Systems Improvement			890	934	930	930	930	-	-	-
Integrated National Electrification Programme			1 900	1 000					5 000	10 000
430			812							
Other transfers/grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers/grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		1 000	1 000	1 700	1 340	1 675	1 675	1 683	-	-
EPWP		1 000	1 000	1 700	1 340	1 675	1 675	1 683	-	-
Total Operating Transfers and Grants	5	73 614	83 683	95 719	108 716	109 051	109 051	118 547	136 413	155 295
Capital Transfers and Grants										
National Government:		-	39 049	45 004	46 647	46 647	46 647	66 025	85 697	88 400
Municipal Infrastructure Grant (MIG)			39 049	45 004	46 647	46 647	46 647	46 025	49 340	52 088
Municipal Water Infrastructure Grant								20 000	36 357	36 312
Provincial Government:		-	14 341	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant			14 341							
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
EPWP										
Total Capital Transfers and Grants	5	-	53 390	45 004	46 647	46 647	46 647	66 025	85 697	88 400
TOTAL RECEIPTS OF TRANSFERS & GRANTS		73 614	137 073	140 723	155 363	155 698	155 698	184 572	222 110	243 695



MP321 Thaba Chweu - Supporting Table SA19 Expenditure on transfers and grant programme

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand										
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:		72 614	82 683	94 019	107 376	107 376	107 376	116 864	136 413	155 295
Local Government Equitable Share		72 184	74 531	90 485	104 771	104 771	104 771	115 054	129 268	142 895
Integrated National Electrification Programme			3 000							
Finance Management			1 550	1 600	1 675	1 675	1 675	1 810	2 145	2 400
Municipal Systems Improvement			890	934	930	930	930	-	-	-
Integrated National Electrification Programme			1 900	1 000					5 000	10 000
430			812							
Other transfers/grants [insert description]										
Provincial Government:		-	-	-	-	-	-	-	-	-
Other transfers/grants [insert description]										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		1 000	1 000	1 700	1 340	1 675	1 675	1 683	-	-
EPWP		1 000	1 000	1 700	1 340	1 675	1 675	1 683	-	-
Total operating expenditure of Transfers and Grants		73 614	83 683	95 719	108 716	109 051	109 051	118 547	136 413	155 295
Capital expenditure of Transfers and Grants										
National Government:		-	39 049	45 004	46 647	46 647	46 647	66 025	85 697	88 400
Municipal Infrastructure Grant (MIG)			39 049	45 004	46 647	46 647	46 647	46 025	49 340	52 088
Municipal Water Infrastructure Grant								20 000	36 357	36 312
Provincial Government:		-	-	-	-	-	-	-	-	-
Municipal Water Infrastructure Grant										
District Municipality:		-	-	-	-	-	-	-	-	-
[insert description]										
Other grant providers:		-	-	-	-	-	-	-	-	-
EPWP										
Total capital expenditure of Transfers and Grants		-	39 049	45 004	46 647	46 647	46 647	66 025	85 697	88 400
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		73 614	122 732	140 723	155 363	155 698	155 698	184 572	222 110	243 695



MP321 Thaba Chweu - Supporting Table SA22 Summary councillor and staff benefits

Summary of Employee and Councillor remuneration R thousand	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
	1	A	B	C	D	E	F	G	H	I
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages		6 540	8 204	8 089	6 102	5 062	5 062	6 651	7 250	7 902
Pension and UIF Contributions		636	36	55	205	990	990	1 079	1 176	1 282
Medical Aid Contributions			20	23		118	118			
Motor Vehicle Allowance					1 673			1 824	1 988	2 167
Cellphone Allowance					415	563	563	453	493	538
Housing Allowances						269	269			
Other benefits and allowances						1 766	1 766			
Sub Total - Councillors		7 176	8 259	8 167	8 395	8 768	8 768	10 006	10 907	11 888
% increase	4		15.1%	(1.1%)	2.8%	4.4%	-	14.1%	9.0%	9.0%
Senior Managers of the Municipality	2									
Basic Salaries and Wages		2 355	3 377	2 167	3 101	3 895	3 895	3 381	3 685	4 016
Pension and UIF Contributions		230	915	576	465	240	240	262	285	3 109
Medical Aid Contributions			367	201	153	217	217	167	182	198
Overtime										
Performance Bonus			281	181	236			257	280	305
Motor Vehicle Allowance	3	334	393	260	419			457	498	543
Cellphone Allowance	3	17	70	45	67	36	36	73	80	87
Housing Allowances	3		38		13			14	16	17
Other benefits and allowances	3	573				675	675			
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Senior Managers of Municipality		3 508	5 440	3 430	4 454	5 064	5 064	4 610	5 025	8 276
% increase	4		55.1%	(37.0%)	29.9%	13.7%	-	(9.0%)	9.0%	64.7%
Other Municipal Staff										
Basic Salaries and Wages			74 255	72 356	62 249	62 249	62 249	67 852	73 958	80 614
Pension and UIF Contributions			11 311	13 215	15 235	15 235	15 235	16 606	18 100	19 729
Medical Aid Contributions			3 738	3 571	4 812	4 812	4 812	5 246	5 718	6 232
Overtime					1 743	1 743	1 743	1 900	2 071	2 258
Performance Bonus			3 192	3 583	6 449	6 449	6 449	7 029	7 662	8 352
Motor Vehicle Allowance	3		4 196	3 830	8 473	8 473	8 473	9 236	9 421	10 269
Cellphone Allowance	3		782	817	1 593	1 593	1 593	1 737	1 893	2 063
Housing Allowances	3		352	189	300	300	300	327	356	389
Other benefits and allowances	3		16	349	2 622	2 622	2 622	2 858	3 115	3 396
Payments in lieu of leave										
Long service awards										
Post-retirement benefit obligations	6									
Sub Total - Other Municipal Staff		-	97 842	97 911	103 477	103 477	103 477	112 790	122 295	133 301
% increase	4		-	0.1%	5.7%	-	-	9.0%	8.4%	9.0%
Total Parent Municipality		10 684	111 542	109 508	116 327	117 309	117 309	127 407	138 227	153 466
			944.0%	(1.8%)	6.2%	0.8%	-	8.6%	8.5%	11.0%
TOTAL SALARY, ALLOWANCES & BENEFITS		10 684	111 542	109 508	116 327	117 309	117 309	127 407	138 227	153 466
% increase	4		944.0%	(1.8%)	6.2%	0.8%	-	8.6%	8.5%	11.0%
TOTAL MANAGERS AND STAFF	5,7	3 508	103 282	101 341	107 931	108 542	108 542	117 401	127 320	141 577



MP321 Thaba Chweu - Supporting Table SA23 Salaries, allowances & benefits (political office bearers/councillors/senior managers)

Disclosure of Salaries, Allowances & Benefits 1.	Ref	No.	Salary	Contributions	Allowances	Performance Bonuses	In-kind benefits	Total Package
Rand per annum				1.				2.
<u>Councillors</u>	3							
Speaker	4		366 433	164 567	81 945			612 945
Chief Whip								-
Executive Mayor			458 043	200 492	80 831			739 366
Deputy Executive Mayor								-
Executive Committee			1 177 562	556 781	225 121			1 959 464
Total for all other councillors			2 554 529	1 420 349	517 036			4 491 915
Total Councillors	8	-	4 556 568	2 342 189	904 933			7 803 690
<u>Senior Managers of the Municipality</u>	5							
Municipal Manager (MM)			699 479	1 933	334 132			1 035 544
Chief Finance Officer			534 745	179 078	599 388			1 313 211
Corporate			794 735	106 119	92 858			993 712
Engineering			520 707	138 560	431 797			1 091 065
Community Services			664 063	84 941	232 998			982 002
								-
List of each official with packages >= senior manager								-
								-
Total Senior Managers of the Municipality	8,10	-	3 213 729	510 631	1 691 173	-		5 415 533
TOTAL COST OF COUNCILLOR, DIRECTOR and EXECUTIVE REMUNERATION	10	-	7 770 296	2 852 820	2 596 106	-		13 219 223



MP321 Thaba Chweu - Supporting Table SA24 Summary of personnel numbers

Summary of Personnel Numbers		Ref	2014/15			Current Year 2015/16			Budget Year 2016/17		
Number		1,2	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees	Positions	Permanent employees	Contract employees
Municipal Council and Boards of Municipal Entities											
Councillors (Political Office Bearers plus Other Councillors)			32	32	–	27	27		27	27	
Board Members of municipal entities	4		6	6		5	5		5	5	
Municipal employees											
Municipal Manager and Senior Managers	5										
Other Managers	3		2		2	5	3	2	5	3	2
Professionals	7		50	47	2	103	103	–	103	103	–
Finance			47	47		49	49		49	49	
Spatial/town planning			1			1	1		1	1	
Information Technology			2		2	2	2		2	2	
Roads											
Electricity						1	1		1	1	
Water						1	1		1	1	
Sanitation											
Refuse											
Other						49	49		49	49	
Technicians			–	–	–	261	261	–	261	261	–
Finance											
Spatial/town planning											
Information Technology						3	3		3	3	
Roads						22	22		22	22	
Electricity						8	8		8	8	
Water						19	19		19	19	
Sanitation						23	23		23	23	
Refuse						33	33		33	33	
Other						153	153		153	153	
Clerks (Clerical and administrative)						34		34	34		34
Service and sales workers											
Skilled agricultural and fishery workers											
Craft and related trades											
Plant and Machine Operators											
Elementary Occupations											
TOTAL PERSONNEL NUMBERS	9		90	85	4	435	399	36	435	399	36
% increase						383.3%	369.4%	800.0%	–	–	–
Total municipal employees headcount	6, 10					480	389		480	389	
Finance personnel headcount	8, 10					49	49		49	49	
Human Resources personnel headcount	8, 10					49	49		49	49	

MP321 Thaba Chweu - Supporting Table SA25 Consolidated budgeted monthly revenue and expenditure



Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Revenue By Source													(0)	89 438	91 999	96 562
Property rates		89 438														
Property rates - penalties & collection charges																
Service charges - electricity revenue		13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	11 904	157 782	167 888	178 642
Service charges - water revenue		2 571	2 571	2 571	2 571	2 571	2 571	2 571	2 571	2 571	2 571	2 571	2 571	30 852	32 476	34 359
Service charges - sanitation revenue		1 085	1 085	1 085	1 085	1 085	1 085	1 085	1 085	1 085	1 085	1 085	1 085	13 015	13 770	14 569
Service charges - refuse revenue		1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	17 074	18 064	19 112
Service charges - other		12	12	12	12	12	12	12	12	12	12	12	12	146	159	168
Rental of facilities and equipment		253	253	253	253	253	253	253	253	253	253	253	253	3 041	3 344	3 583
Interest earned - external investments		51	51	51	51	51	51	51	51	51	51	51	51	616	652	690
Interest earned - outstanding debtors		1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	17 484	18 498	19 571
Dividends received																
Fines		210	210	210	210	210	210	210	210	210	210	210	210	2 524	2 671	2 823
Licences and permits																
Agency services		2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	32 994		
Transfers recognised - operational		9 879	9 879	9 879	9 879	9 879	9 879	9 879	9 879	9 879	9 879	9 879	9 879	118 547	136 413	155 295
Other revenue		249	249	249	249	249	249	249	249	249	249	249	249	2 989	3 196	3 663
Gains on disposal of PPE																
Total Revenue (excluding capital transfers and contributions)		122 640	33 202	33 202	33 202	33 202	33 202	33 202	33 202	33 202	33 202	33 202	31 644	486 500	489 129	529 036
Expenditure By Type																
Employee related costs		11 075	11 075	11 075	11 075	11 075	11 075	11 075	11 075	11 075	11 075	11 075	11 075	132 904	135 498	144 438
Remuneration of councillors		738	738	738	738	738	738	738	738	738	738	738	738	8 857	9 326	9 867
Debt impairment		1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	1 183	14 191	12 088	9 262
Depreciation & asset impairment		2 800	2 800	2 800	2 800	2 800	2 800	2 800	2 800	2 800	2 800	2 800	2 800	33 596	17 225	11 153
Finance charges		1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	(208)	17 934	19 741	20 886
Bulk purchases		11 540	11 540	11 540	11 540	11 540	11 540	11 540	11 540	11 540	11 540	11 540	11 540	138 479	154 437	172 249
Other materials																
Contracted services		4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	50 481	37 813	41 681
Transfers and grants														8 730	9 237	9 772
Other expenditure		8 289	8 289	8 289	8 289	8 289	8 289	8 289	8 289	8 289	8 289	8 289	8 289	99 966	103 824	110 940
Loss on disposal of PPE																
Total Expenditure		41 480	41 480	41 480	41 480	41 480	41 480	41 480	41 480	41 480	41 480	41 480	48 853	505 138	499 190	530 249
Surplus/(Deficit)		81 159	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(8 279)	(17 009)	(18 638)	(10 060)	(1 214)
Transfers recognised - capital		5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	66 025	85 697	88 400
Contributions recognised - capital																
Contributed assets																
Surplus/(Deficit) after capital transfers & contributions		86 661	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(11 507)	47 387	75 637	87 186
Taxation																
Attributable to minorities																
Share of surplus/ (deficit) of associate																
Surplus/(Deficit)	1	86 661	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(2 777)	(11 507)	47 387	75 637	87 186

MP321 Thaba Chweu - Supporting Table SA26 Consolidated budgeted monthly revenue and expenditure (municipal vote)



Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework			
		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
Revenue by Vote																	
Vote 1 - Municipal Manager		9 588	9 588	9 475	9 588	9 588	9 588	9 588	9 588	9 588	9 588	9 588	8 343	—	—	—	—
Vote 2 - Executive Council		9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	113 696	129 268	142 895	
Vote 3 - Finance Services Department		257	257	257	257	257	257	257	257	257	257	257	257	112 880	117 040	123 187	
Vote 4 - Corporate Services Department		17	17	17	17	17	17	17	17	17	17	17	17	3 086	3 394	3 642	
Vote 5 - Social Development Services Department		4 244	4 244	4 244	4 244	4 244	4 244	4 244	4 244	4 244	4 244	4 244	4 244	50 930	18 977	20 078	
Vote 6 - Social Development Services Department		17 310	17 310	17 310	17 310	17 310	17 310	17 310	17 310	17 310	17 310	17 310	17 310	207 723	259 530	278 317	
Vote 7 - Engineering Services		5 334	5 334	5 334	5 334	5 334	5 334	5 334	5 334	5 334	5 334	5 334	5 334	64 011	46 403	49 094	
Vote 8 - Engineering Services		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 9 - [NAME OF VOTE 9]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 10 - [NAME OF VOTE 10]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 11 - [NAME OF VOTE 11]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 12 - [NAME OF VOTE 12]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 13 - [NAME OF VOTE 13]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 14 - [NAME OF VOTE 14]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Revenue by Vote		46 157	46 157	46 044	46 157	46 157	46 157	46 157	46 157	46 157	46 157	46 157	44 912	552 525	574 826	617 436	
Expenditure by Vote to be appropriated																	
Vote 1 - Municipal Manager		1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	1 573	18 880	19 805	21 030	
Vote 2 - Executive Council		3 127	3 127	3 127	3 127	3 127	3 127	3 127	3 127	3 127	3 127	3 127	3 127	37 520	36 761	36 404	
Vote 3 - Finance Services Department		8 230	8 230	8 230	8 230	8 230	8 230	8 230	8 230	8 230	8 230	8 230	8 230	86 762	86 276	86 122	
Vote 4 - Corporate Services Department		2 685	2 685	2 685	2 685	2 685	2 685	2 685	2 685	2 685	2 685	2 685	2 685	32 220	33 162	32 761	
Vote 5 - Social Development Services Department		809	809	809	809	809	809	809	809	809	809	809	809	9 711	10 186	10 851	
Vote 6 - Social Development Services Department		5 825	5 825	5 825	5 825	5 825	5 825	5 825	5 825	5 825	5 825	5 825	5 825	69 895	72 810	77 333	
Vote 7 - Engineering Services		14 914	14 914	14 914	14 914	14 914	14 914	14 914	14 914	14 914	14 914	14 914	1 002	165 055	160 017	178 802	
Vote 8 - Engineering Services		6 091	6 091	6 091	6 091	6 091	6 091	6 091	6 091	6 091	6 091	6 091	6 091	73 096	80 173	87 946	
Vote 9 - [NAME OF VOTE 9]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 10 - [NAME OF VOTE 10]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 11 - [NAME OF VOTE 11]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 12 - [NAME OF VOTE 12]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 13 - [NAME OF VOTE 13]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 14 - [NAME OF VOTE 14]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Vote 15 - [NAME OF VOTE 15]		—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total Expenditure by Vote		43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	29 342	505 138	499 190	530 249	
Surplus/(Deficit) before assoc.		2 903	2 903	2 790	2 903	2 903	2 903	2 903	2 903	2 903	2 903	2 903	15 570	47 387	75 637	87 186	
Taxation																	
Attributable to minorities																	
Share of surplus/ (deficit) of associate																	
Surplus/(Deficit)	1	2 903	2 903	2 790	2 903	2 903	2 903	2 903	2 903	2 903	2 903	2 903	15 570	47 387	75 637	87 186	

MP321 Thaba Chweu - Supporting Table SA27 Consolidated budgeted monthly revenue and expenditure (standard classification)

R thousand	Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework			
			July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	
Revenue - Standard																		
Governance and administration																		
	Executive and council		19 409	19 409	19 409	19 409	19 409	19 409	19 409	19 409	19 409	19 409	19 409	19 409	152 292	164 819	177 689	
	Budget and treasury office		9 610	9 610	9 610	9 610	9 610	9 610	9 610	9 610	9 610	9 610	9 610	9 610	34 703	42 598	48 805	
	Corporate services		9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	9 407	112 880	117 040	123 187	
			392	392	392	392	392	392	392	392	392	392	392	392	4 710	5 180	5 698	
Community and public safety																		
	Community and social services		6 699	6 699	6 699	6 699	6 699	6 699	6 699	6 699	6 699	6 699	6 699	6 699	80 390	86 019	91 079	
	Sport and recreation		16	16	16	16	16	16	16	16	16	16	16	16	195	210	219	
	Public safety		0	0	0	0	0	0	0	0	0	0	0	0	6	6	6	
	Housing		71	71	71	71	71	71	71	71	71	71	71	71	857	907	960	
			6	6	6	6	6	6	6	6	6	6	6	6	75	83	-	
Economic and environmental services																		
	Health		6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	79 257	84 813	89 894	
Trading services																		
	Electricity		6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	79 257	84 813	89 894	
	Water		6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	6 605	79 257	84 813	89 894	
	Waste water management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Environmental protection		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other																		
			20 049	20 049	20 049	20 049	20 049	20 049	20 049	20 049	20 049	20 049	20 049	20 049	240 583	239 171	258 769	
	Electricity		13 292	13 292	13 292	13 292	13 292	13 292	13 292	13 292	13 292	13 292	13 292	13 292	159 498	174 704	190 563	
	Water		4 245	4 245	4 245	4 245	4 245	4 245	4 245	4 245	4 245	4 245	4 245	4 245	50 943	32 575	34 464	
	Waste water management		1 089	1 089	1 089	1 089	1 089	1 089	1 089	1 089	1 089	1 089	1 089	1 089	13 828	14 630	15 442	
	Waste management		1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	17 074	18 064	19 112	
			0	0	0	0	0	0	0	0	0	0	0	0	4	4	4	
Total Revenue - Standard																		
			52 762	52 762	52 762	52 762	52 762	52 762	52 762	52 762	52 762	52 762	52 762	52 762	552 525	574 826	617 436	
Expenditure - Standard																		
Governance and administration																		
	Executive and council		16 066	16 066	16 066	16 066	16 066	16 066	16 066	16 066	16 066	16 066	16 066	16 066	229 944	184 770	187 428	
	Budget and treasury office		4 738	4 738	4 738	4 738	4 738	4 738	4 738	4 738	4 738	4 738	4 738	4 738	94 004	60 064	61 723	
	Corporate services		7 756	7 756	7 756	7 756	7 756	7 756	7 756	7 756	7 756	7 756	7 756	7 756	93 071	80 237	80 441	
			3 572	3 572	3 572	3 572	3 572	3 572	3 572	3 572	3 572	3 572	3 572	3 572	42 869	44 469	45 264	
Community and public safety																		
	Community and social services		2 775	2 775	2 775	2 775	2 775	2 775	2 775	2 775	2 775	2 775	2 775	2 775	33 296	35 255	37 002	
	Sport and recreation		560	560	560	560	560	560	560	560	560	560	560	560	6 714	6 994	7 451	
	Public safety		293	293	293	293	293	293	293	293	293	293	293	293	3 511	3 736	3 976	
	Housing		1 695	1 695	1 695	1 695	1 695	1 695	1 695	1 695	1 695	1 695	1 695	1 695	20 343	21 651	23 046	
			167	167	167	167	167	167	167	167	167	167	167	167	2 008	2 108	1 715	
	Health		60	60	60	60	60	60	60	60	60	60	60	60	720	766	814	
Economic and environmental services																		
	Planning and development		4 872	4 872	4 872	4 872	4 872	4 872	4 872	4 872	4 872	4 872	4 872	4 872	58 468	62 132	72 529	
	Road transport		4 074	4 074	4 074	4 074	4 074	4 074	4 074	4 074	4 074	4 074	4 074	4 074	48 889	51 968	55 244	
	Environmental protection		798	798	798	798	798	798	798	798	798	798	798	798	9 580	10 164	17 284	
Trading services																		
	Electricity		19 541	19 541	19 541	19 541	19 541	19 541	19 541	19 541	19 541	19 541	19 541	19 541	183 429	217 033	233 290	
	Water		10 573	10 573	10 573	10 573	10 573	10 573	10 573	10 573	10 573	10 573	10 573	10 573	126 882	141 335	157 430	
	Waste water management		7 643	7 643	7 643	7 643	7 643	7 643	7 643	7 643	7 643	7 643	7 643	7 643	40 652	60 267	59 508	
	Waste management		360	360	360	360	360	360	360	360	360	360	360	360	4 326	4 593	4 876	
			964	964	964	964	964	964	964	964	964	964	964	964	11 569	10 839	11 476	
Other																		
			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total Expenditure - Standard																		
			43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	43 254	505 138	499 190	530 249	
Surplus/(Deficit) before assoc.																		
			9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	47 387	75 637	87 186	
Share of surplus/ (deficit) of associate																		
			-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Surplus/(Deficit)																		
		1	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	9 508	47 387	75 637	87 186	



MP21 Thaba Chweu - Supporting Table SA28 Consolidated budgeted monthly capital expenditure (municipal vote)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Multi-year expenditure to be appropriated	1															
Vote 7 - Engineering Services															4 106	4 106
Capital multi-year expenditure sub-total	2	-	-	-	-	-	-	-	-	-	-	-	-	-	4 106	4 106
Single-year expenditure to be appropriated																
Vote 5 - Social Development Services Department		417	417	417	417	417	417	417	417	417	417	417	417	5 003	-	-
Vote 6 - Social Development Services Department		186	186	186	186	186	186	186	186	186	186	186	186	2 234	-	-
Vote 7 - Engineering Services		2 423	2 423	2 423	2 423	2 423	2 423	2 423	2 423	2 423	2 423	2 423	2 423	26 784	49 267	48 072
Vote 8 - Engineering Services		1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	1 429	21 429	37 153	-	-
Capital single-year expenditure sub-total	2	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	22 158	71 174	49 267	48 072
Total Capital Expenditure	2	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	4 456	22 158	71 174	53 373	52 178





MP321 Thaba Chweu - Supporting Table SA29 Consolidated budgeted monthly capital expenditure (standard classification)

Description	Ref	Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
		July	August	Sept.	October	Nov.	Dec.	January	Feb.	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Capital Expenditure - Standard	1															
<i>Governance and administration</i>		167	167	167	167	167	167	167	167	167	167	167	167	2 000	2 000	-
Executive and council													-	-	-	-
Budget and treasury office													-	-	-	-
Corporate services		167	167	167	167	167	167	167	167	167	167	167	167	2 000	2 000	-
<i>Community and public safety</i>		-	-	-	-	-	-	-	-	-	-	-	7 237	7 237	5 107	5 107
Community and social services													7 237	7 237	5 107	5 107
<i>Economic and environmental services</i>		2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	32 416	41 766	44 377
Planning and development													-	-	-	-
Road transport		2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	2 701	32 416	41 766	44 377
Environmental protection													-	-	-	-
<i>Trading services</i>		2 652	2 652	2 652	2 652	2 652	2 652	2 652	2 652	2 652	2 652	2 652	351	29 521	4 500	4 500
Electricity		425	425	425	425	425	425	425	425	425	425	425	425	5 100	4 500	4 500
Water		2 198	2 198	2 198	2 198	2 198	2 198	2 198	2 198	2 198	2 198	2 198	(104)	24 071	-	-
Waste water management		29	29	29	29	29	29	29	29	29	29	29	29	350	-	-
Waste management		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Other</i>													-	-	-	-
Total Capital Expenditure - Standard	2	5 520	5 520	5 520	5 520	5 520	5 520	5 520	5 520	5 520	5 520	5 520	10 456	71 174	53 373	53 984
Funded by:																
National Government		5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	3 201	63 724	46 873	49 484
Provincial Government													-	-	-	-
Transfers recognised - capital		5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	5 502	3 201	63 724	46 873	49 484
Internally generated funds		621	621	621	621	621	621	621	621	621	621	621	621	7 450	6 500	4 500
Total Capital Funding		6 123	6 123	6 123	6 123	6 123	6 123	6 123	6 123	6 123	6 123	6 123	3 822	71 174	53 373	53 984



MP321 Thaba Chweu - Supporting Table SA30 Consolidated budgeted monthly cash flow

MONTHLY CASH FLOWS		Budget Year 2016/17												Medium Term Revenue and Expenditure Framework		
R thousand		July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Cash Receipts By Source																
Property rates		6 949	6 949	6 949	6 949	6 949	6 949	6 949	6 949	6 949	6 949	6 949	6 949	83 384	96 610	101 441
Property rates - penalties & collection charges		13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	13 262	143 227	156 117	170 168
Service charges - electricity revenue		2 971	2 971	2 971	2 971	2 971	2 971	2 971	2 971	2 971	2 971	2 971	2 971	32 091	34 979	38 127
Service charges - water revenue		1 189	1 189	1 189	1 189	1 189	1 189	1 189	1 189	1 189	1 189	1 189	1 189	12 837	13 992	15 251
Service charges - sanitation revenue		1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	1 423	15 366	16 749	18 257
Service charges - refuse revenue		12	12	12	12	12	12	12	12	12	12	12	12	146	159	173
Service charges - other		253	253	253	253	253	253	253	253	253	253	253	253	3 041	3 314	3 613
Rental of facilities and equipment		51	51	51	51	51	51	51	51	51	51	51	51	616	672	732
Interest earned - external investments		1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	1 457	10 000	8 500	5 000
Interest earned - outstanding debtors		210	210	210	210	210	210	210	210	210	210	210	210	2 524	2 752	2 999
Dividends received		2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	2 749	32 994	35 963	39 200
Fines		10 190	10 190	10 190	10 190	10 190	10 190	10 190	10 190	10 190	10 190	10 190	10 190	122 275	133 280	145 275
Liabilities and permits		4 286	4 286	4 286	4 286	4 286	4 286	4 286	4 286	4 286	4 286	4 286	4 286	2 900	3 197	3 664
Agency services		45 003	45 003	45 003	45 003	45 003	45 003	45 003	45 003	45 003	45 003	45 003	45 003	461 400	506 284	543 899
Transfer receipts - operational		22 008					22 008			22 008				66 025	49 340	52 088
Other revenue																
Cash Receipts by Source																
Transfer receipts - capital																
Contributions recognised - capital & Contributed assets																
Proceeds on disposal of PPE																
Short term loans																
Borrowing long term/refinancing																
Increase (decrease) in consumer deposits																
Decrease (Increase) in non-current debtors																
Decrease (Increase) other non-current receivables																
Decrease (Increase) in non-current investments																
Total Cash Receipts by Source		67 011	45 003	45 003	45 003	45 003	67 011	45 003	45 003	67 011	45 003	45 003	45 003	527 425	555 624	595 967
Cash Payments by Type																
Employee related costs		11 056	11 056	11 056	11 056	11 056	11 056	11 056	11 056	11 056	11 056	11 056	11 056	132 670	144 611	157 626
Remuneration of councillors		738	738	738	738	738	738	738	738	738	738	738	738	8 857	9 654	10 523
Finance charges		1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	1 649	19 792	21 573	23 515
Bulk purchases - Electricity		9 542	9 542	9 542	9 542	9 542	9 542	9 542	9 542	9 542	9 542	9 542	9 542	156 503	162 809	171 041
Bulk purchases - Water & Sewer		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other materials		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contracted services		4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	4 207	50 481	55 024	59 976
Transfers and grants - other municipalities		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfers and grants - other		728	728	728	728	728	728	728	728	728	728	728	728	8 730	9 516	10 372
Other expenditure		7 619	7 619	7 619	7 619	7 619	7 619	7 619	7 619	7 619	7 619	7 619	7 619	91 431	99 660	108 629
Cash Payments by Type		35 539	35 539	35 539	35 539	35 539	35 539	35 539	35 539	35 539	35 539	35 539	35 539	468 465	502 847	541 683
Other Cash Flows/Payments by Type																
Capital assets		22 008					22 008			22 008				73 475	49 340	52 088
Repayment of borrowing														-	-	-
Other Cash Flows/Payments														-	-	-
Total Cash Payments by Type		57 547	35 539	35 539	35 539	35 539	57 547	35 539	35 539	57 547	35 539	35 539	35 539	541 940	552 187	593 771
NET INCREASE/(DECREASE) IN CASH HELD		9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	9 464	(14 515)	3 437	2 216
Cash/cash equivalents at the monthly ear begin:		8 990	18 454	27 918	37 381	46 845	56 309	65 773	75 237	84 701	94 164	103 628	113 092	8 990	(5 525)	(2 088)
Cash/cash equivalents at the monthly ear end:		18 454	27 918	37 381	46 845	56 309	65 773	75 237	84 701	94 164	103 628	113 092	(5 525)	(5 525)	(2 088)	128



MP321 Thaba Chweu - Supporting Table SA32 List of external mechanisms

External mechanism	Yrs/ Mths	Period of agreement 1.	Service provided	Expiry date of service delivery agreement or contract	Monetary value of agreement 2.
Name of organisation		Number			R thousand
Basadzi Personnel and Media	Mths	1	Accommodation and travel	09 November 2016	3% commission
Cigicell (Pty) Ltd	Yrs	3	Prepaid electricity management, Meter auditing, meter	16 September 2018	commission
Kelothoko and MNB Chartered accountants	Yrs	3	Asset management	19 February 2018	183
Kuyalunga Traffic solutions	Yrs	3	Provision of Traffic contravention solutions	31 July 2017	50
Lateral Unison	Yrs	3	Insurance and risk services	30 June 2018	800
Mathata Security Svcs	Yrs	3	Provision of internal security	30 August 2017	479
Ntshidi Associates	Yrs	3	Vat recovery contract and other tax related matters	31 December 2018	commission
Sebat license fee	Mths	1	Financial software/License fee		101
Unics Technologies	Yrs	3	Internet wireless network management	31 August 2017	98
Valuers Afrika	Yrs	5	Compilation of Valuation roll	30 June 2018	47
Workshop electronics	Yrs	3	Maintenance and calibration of vehicle testing machine	30 November 2016	15

MP321 Thaba Chweu - Supporting Table SA34a Consolidated capital expenditure on new assets by asset class

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand	1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		27 469	49 307	-	-	-	-	25 450	10 659	10 659
Infrastructure - Road transport		15 352	12 986	-	-	-	-	-	-	-
Roads, Pavements & Bridges		15 352	12 986							
Storm water						-	-			
Infrastructure - Electricity		4 272	3 000	-	-	-	-	600	6 159	6 159
Generation		4 272	3 000	-						
Transmission & Reticulation						-	-	600	6 159	6 159
Street Lighting						-	-	-		
Infrastructure - Water		824	27 196	-	-	-	-	24 500	4 500	4 500
Dams & Reservoirs		824	27 196					20 000		
Water purification										
Reticulation						-	-	4 500	4 500	4 500
Infrastructure - Sanitation		7 021	6 125	-	-	-	-	350	-	-
Reticulation		7 021	6 125							
Sewerage purification						-	-	350		
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Community		-	6 115	-	-	-	-	-	5 107	5 107
Parks & gardens						-	-			
Sportsfields & stadia						-	-	-	5 107	5 107
Social rental housing						-	-			
Other			6 115			-	-			
Other assets		-	-	-	-	227	-	2 000	2 000	-
General vehicles										
Civic Land and Buildings						-	-	2 000	2 000	
Other						227	-			
Total Capital Expenditure on new assets	1	27 469	55 422	-	-	227	-	27 450	17 766	15 766



MP321 Thaba Chweu - Supporting Table SA34b Consolidated capital expenditure on existing assets by asset class

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		-	-	45 004	44 278	44 278	44 278	38 721	35 607	36 412
Infrastructure - Road transport		-	-	-	-	44 278	44 278	19 684	35 607	36 412
Roads, Pavements & Bridges						44 278	44 278	19 684	35 607	36 412
Storm water										
Infrastructure - Water		-	-	45 004	23 563	-	-	16 803	-	-
Dams & Reservoirs								-		
Water purification										
Reticulation				45 004	23 563	-	-	16 803	-	-
Infrastructure - Sanitation		-	-	-	20 715	-	-	-	-	-
Reticulation				-	-					
Sewerage purification					20 715	-	-			
Infrastructure - Other		-	-	-	-	-	-	2 234	-	-
Waste Management								2 234		
Community		-	-	-	-	-	-	5 003	-	-
Museums & Art Galleries										
Cemeteries								5 003		
Other assets		-	-	3 240	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)										
Other				3 240						
Total Capital Expenditure on renewal of existing	1	-	-	48 244	44 278	44 278	44 278	43 724	35 607	36 412
Renewal of Existing Assets as % of total capex		0.0%	0.0%	100.0%	100.0%	99.5%	100.0%	61.4%	66.7%	69.8%
Renewal of Existing Assets as % of deprechn"		0.0%	0.0%	56.0%	121.7%	130.9%	130.9%	130.1%	206.7%	326.5%



MP321 Thaba Chweu - Supporting Table SA34c Consolidated repairs and maintenance by asset class

Description	Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
R thousand	1									
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		-	-	-	28 646	28 646	28 646	19 111	20 220	27 893
Infrastructure - Road transport		-	-	-	13 481	13 481	13 481	5 500	5 819	12 657
Roads, Pavements & Bridges					13 481	13 481	13 481	5 500	5 819	12 657
Storm water										
Infrastructure - Electricity		-	-	-	12 899	12 899	12 899	7 355	7 781	8 233
Generation					-			-	-	
Transmission & Reticulation					12 067	12 067	12 067	6 465	6 840	7 237
Street Lighting					832	832	832	890	942	996
Infrastructure - Water		-	-	-	1 780	1 780	1 780	5 628	5 955	6 300
Dams & Reservoirs					181	181	181	193	205	217
Water purification										
Reticulation					1 599	1 599	1 599	5 435	5 750	6 083
Infrastructure - Sanitation		-	-	-	251	251	251	428	453	479
Reticulation					251	251	251	428	453	479
Sewerage purification										
Infrastructure - Other		-	-	-	236	236	236	201	212	225
Waste Management					236	236	236	201	212	225
		-	-	-	671	671	671	2 444	1 009	1 068
Community		-	-	-	671	671	671	2 444	1 009	1 068
Parks & gardens					40	40	40	1 400	63	67
Sportsfields & stadia						-	-			
Swimming pools						-	-			
Community halls						-	-			
Libraries					45	45	45	150		
Recreational facilities						-	-	118	125	132
Fire, safety & emergency						-	-			
Security and policing					86	86	86	433	459	485
Buses	7					-	-			
Clinics						-	-			
Museums & Art Galleries						-	-			
Cemeteries					500	500	500	75	79	84
Social rental housing	8					-	-	268	283	299
Other						-	-			
		-	-	-	7 038	7 038	7 038	1 767	1 959	1 978
Other assets		-	-	-	7 038	7 038	7 038	1 767	1 959	1 978
General vehicles								1 706	1 805	1 910
Specialised vehicles	10	-	-	-	-	-	-	-	-	-
Plant & equipment						-	-	61	64	68
Computers - hardware/equipment						-	-	-	90	
Furniture and other office equipment						-	-			
Other Buildings					1 365	1 365	1 365	-	-	
Other Land						-	-			
Surplus Assets - (Investment or Inventory)						-	-			
Other					5 673	5 673	5 673	-	-	
Total Repairs and Maintenance Expenditure	1	-	-	-	36 356	36 356	36 356	23 322	23 188	30 938
R&M as a % of PPE		0.0%	0.0%	0.0%	4.0%	1.7%	1.7%	1.1%	1.0%	1.3%
R&M as % Operating Expenditure		0.0%	0.0%	0.0%	7.6%	7.0%	7.0%	4.6%	4.6%	5.8%



MP321 Thaba Chweu - Supporting Table SA34d Consolidated Depreciation by asset class

Description		Ref	2012/13	2013/14	2014/15	Current Year 2015/16			2016/17 Medium Term Revenue & Expenditure Framework		
R thousand		1	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19
Depreciation by Asset Class/Sub-class											
Infrastructure			29 098	29 106	38 882	32 016	29 451	29 451	29 451	13 080	29 451
Infrastructure - Road transport			9 743	9 751	13 027	10 726	10 726	10 726	10 726	5 269	10 726
Roads, Pavements & Bridges			9 743	9 751	13 027	10 726	10 726	10 726	10 726	5 269	10 726
Storm water											
Infrastructure - Electricity			10 530	10 530	14 066	11 583	9 018	9 018	9 018	3 561	9 018
Generation											
Transmission & Reticulation			9 851	9 851	13 160	10 836	8 271	8 271	8 271	2 814	8 271
Street Lighting			679	679	907	747	747	747	747	747	747
Infrastructure - Water			8 016	8 016	10 708	8 817	8 817	8 817	8 817	3 360	8 817
Dams & Reservoirs											
Water purification											
Reticulation			8 016	8 016	10 708	8 817	8 817	8 817	8 817	3 360	8 817
Infrastructure - Sanitation			692	692	925	761	761	761	761	761	761
Reticulation			692	692	925	761	761	761	761	761	761
Sewerage purification											
Infrastructure - Other			117	117	157	129	129	129	129	129	129
Waste Management			102	102	137	113			-	-	-
Transportation		2	15	15	20	17	17	17	17	17	17
Gas							-	-	-	-	-
Other		3					113	113	113	113	113
Community			13 503	1 569	2 096	1 726	1 726	1 726	1 726	1 726	1 726
Parks & gardens			0	0	0	0	0	0	0	0	0
Sportsfields & stadia			32	32	42	35	35	35	35	35	35
Swimming pools							-	-	-	-	-
Community halls			388	889	1 188	978	978	978	978	978	978
Libraries			112	112	150	124	124	124	124	124	124
Recreational facilities							-	-	-	-	-
Fire, safety & emergency							-	-	-	-	-
Security and policing							-	-	-	-	-
Buses		7					-	-	-	-	-
Clinics			103	103	138	113	113	113	113	113	113
Museums & Art Galleries							-	-	-	-	-
Cemeteries			7	52	69	57	57	57	57	57	57
Social rental housing		8					-	-	-	-	-
Other			12 861	381	509	419	419	419	419	419	419
Heritage assets			-	50	66	55	55	55	55	55	55
Buildings											
Other		9		50	66	55	55	55	55	55	55
Investment properties			-	-	-	-	-	-	-	-	-
Housing development											
Other											
Other assets			1 394	2 352	3 142	2 587	2 587	2 587	2 363	2 363	2 363
General vehicles			433	505	674	555	555	555	555	555	555
Specialised vehicles			-	-	-	-	-	-	-	-	-
Plant & equipment			65	286	381	314	314	314	314	314	314
Computers - hardware/equipment			72	181	241	199	199	199	199	199	199
Furniture and other office equipment			117	675	901	742	742	742	742	742	742
Abattoirs							-	-	-	-	-
Markets							-	-	-	-	-
Civic Land and Buildings							-	-	-	-	-
Other Buildings			706	706	944	777	777	777	553	553	553
Other Land							-	-	-	-	-
Surplus Assets - (Investment or Inventory)							-	-	-	-	-
Other							-	-	-	-	-
Intangibles			192	-	-	-	-	-	-	-	-
Computers - software & programming			192	-							
Other (list sub-class)											
Total Depreciation		1	44 187	33 077	44 187	36 385	33 820	33 820	33 596	17 225	33 596

MP321 Thaba Chweu - Supporting Table SA36 Consolidated detailed capital budget

Municipal Vote/Capital project	Ref	Program/Project description	Project number	IDP Goal code	Individually Approved (Yes/No)	Asset Class	Asset Sub-Class	GPS co-ordinates	Total Project Estimate	Prior year outcomes		2016/17 Medium Term Revenue & Expenditure Framework			Project Information	
										Audited Outcome 2014/15	Current Year 2015/16 Full Year Forecast	Budget Year 2016/17	Budget Year +1 2017/18	Budget Year +2 2018/19	Ward location	New or renewal
Parent municipality: List all capital projects grouped by Municipal Vote																
9701/9701/1707 9701/9701/1709 <																





2.4 Legislation compliance status

Compliance with the MFMA implementation requirements have been substantially adhered to through the following activities:

1. in year reporting

Reporting to National Treasury in electronic format was fully complied with on a monthly basis. Section 71 reporting to the Executive Mayor (within 10 working days).

2. Internship programme

The municipality is participating in the Municipal Financial Management Internship programme and has employed four interns undergoing training in various divisions of the Budget and Treasury Office. Since the introduction of the Internship programme the municipality has successfully employed and trained 7 interns through this programme.

The Budget and Treasury Office has been established in accordance with the MFMA.

3. Audit Committee

An Audit Committee has been established and is fully functional.

4. Service Delivery and Implementation Plan

The detail SDBIP document directly aligned and informed by the 2016/17 MTREF is at a compilation stage.

5. Annual Report

Annual report is compiled in terms of the MFMA and National Treasury requirements.



2.5 ANNEXTURE A - TARIFF STRAUTURE

THABA CHWEU LOCAL MUNICIPALITY				
2016/2017				
Description	2015/2016 APPROVED		2016/2017 PROPOSED	
RESIDENTIAL: HOUSES / FLATS (ALL TOWNS) CONVENTIONAL AND PREPAID CONSUMERS				
UNIT COST PER KWH :				
Energy Rate (c/kwh) (<=50kwh)		R 0.7846	R 0.07	R 0.8364
Energy Rate (c/kwh) (51-350kwh)		R 0.9942	R 0.08	R 1.0698
Energy Rate (c/kwh) (351-600kwh)		R 1.4137	R 0.08	R 1.5217
Energy Rate (c/kwh) (>600kwh)		R 1.6606	R 0.08	R 1.7874
RESIDENTIAL: INDIGENT (ALL TOWNS)				
All indigent will be on a 20Amp circuit breaker with a pre-paid meter.				
UNIT COST PER KWH :				
Energy Rate (c/kwh) (<=50kwh)		R 0.7534	R 0.07	R 0.8032
Energy Rate (c/kwh) (51-200kwh)		R 0.7911	R 0.07	R 0.8433
Energy Rate (c/kwh) (201-350kwh)		R 1.0110	R 0.08	R 1.0879
Energy Rate (c/kwh) (351-600kwh)		R 1.4137	R 0.08	R 1.5217
Energy Rate (c/kwh) (>600kwh)		R 1.6606	R 0.08	R 1.7874
<u>Availability Charge: (per month)</u>				
An availability charge will be levied whether electricity is consumed or not, per connection per month or part thereof.				
Single phase		R 44.74	R 0.08	R 48.25
Three phase		R 61.41	R 0.08	R 66.22



THABA CHWEU LOCAL MUNICIPALITY				
2016/2017				
Description	2015/2016 APPROVED		2016/2017 PROPOSED	
BUSINESS / RESIDENTIAL FOR				
BUSINESS (ALL TOWNS) :				
Flats : As per residential step tariff				
A fixed charge will be levied whether electricity is consumed or not, per connection per month or part thereof.				
Low Season : Sept - Apr				
High Season : May - Aug				
	UNIT CHARGE/MONTH	FIXED CHARGE/MONTH	LOW SEASON UNIT CHARGE/MONTH	FIXED CHARGE/MONTH
	2015/2016	2015/2016	2016/2017	2016/2017
Up to 40A 1P (PRE-PAID METER ONLY)	R 1.0724	R 230.00	R 1.20	R 230.00
41 to 60A 1P	R 1.0724	R 500.25	R 1.20	R 500.25
61 to 80A 1P	R 1.0724	R 684.25	R 1.20	R 684.25
Up to 60A 3P	R 1.0724	R 908.50	R 1.20	R 908.50
61 to 80A 3P	R 1.0724	R 1 132.75	R 1.20	R 1 132.75
	UNIT CHARGE/MONTH	FIXED CHARGE/MONTH	LOW SEASON UNIT CHARGE/MONTH	FIXED CHARGE/MONTH
Above 80Amps convert to KVA	2015/2016	2015/2016	2016/2017	2016/2017
Maximum Demand (Low Voltage)	R 0.9409	R 2 380.50	R 1.05	R 2 713.77
Maximum Demand (High Voltage)	R 0.9322	R 2 691.00	R 1.04	R 3 067.74
KVA - per KVA (Low Voltage)	R 179.82		R 192.98	
KVA - per KVA (High Voltage)	R 179.82		R 192.98	



THABA CHWEU LOCAL MUNICIPALITY				
2016/2017				
Description	2015/2016 APPROVED		2016/2017 PROPOSED	
INDUSTRIAL (ALL TOWNS) :				
A fixed charge will be levied whether electricity is consumed or not, per connection per month or part thereof.				
	UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH	LOW SEASON UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH
	2015/2016	2015/2016	2016/2017	2016/2017
Up to 80A 1P	R 0.9774	R 1 368.50	R 1.09	R 1 368.50
Up to 60A 3P	R 0.9774	R 1 592.75	R 1.09	R 1 592.75
61 to 80A 3P	R 0.9774	R 1 817.00	R 1.09	R 1 817.00
	UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH	LOW SEASON UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH
Above 80 Amp convert to KVA	2015/2016	2015/2016	2016/2017	2016/2017
Maximum Demand (Low Voltage)	R 0.8842	R 3 622.50	R 0.99	R 3 622.50
Maximum Demand (High Voltage)	R 0.8718	R 4 168.75	R 0.98	R 4 168.75
KVA - per KVA (Low Voltage)	R 185.10		R 198.68	
KVA - per KVA (High Voltage)	R 185.10		R 198.68	
SCHOOLS/CRECHES/CHURCHES/HOSTELS (ALL TOWNS)	UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH	LOW SEASON UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH
	2015/2016	2015/2016	2016/2017	2016/2017
Up to 80 Amp / 1 Phase - per unit	R 1.0724	R 230.00	R 1.20	R 230.00
Up to 80 Amp / 3 Phase p/unit	R 1.0724	R 287.50	R 1.20	R 308.78
Above 80Amp convert to KVA				
Low Voltage - per unit	R 0.9409	R 2 006.75	R 1.05	R 2 006.75
KVA - per KVA	R 173.91		R 187.72	



THABA CHWEU LOCAL MUNICIPALITY				
2016/2017				
Description	2015/2016 APPROVED		2016/2017 PROPOSED	
<u>MUNICIPAL BUILDINGS (ALL TOWNS)</u>				
Cost per unit	R 0.9774		R 1.09	
<u>UNDEVELOPED STANDS</u>				
Availability Charge: - per month	R 224.56		R 241.23	
<u>TIME OF USE (ALL TOWNS) :</u>				
A fixed charge will be levied whether electricity is consumed or not, per connection per month or part thereof.				
	UNIT CHARGE/MONTH	FIXED CHARGE/ MONTH	LOW SEASON UNIT CHARGE/MONTH	KVA CHARGE/ MONTH
<u>Energy charge</u>	2015/2016	2015/2016	2016/2017	2016/2017
Off-peak (21:00 - 05:00)			R 0.65	R 50.00
Standard (09:00 - 16:00)			R 1.05	R 70.00
Peak (05:00 - 09:00 & 17:00 - 21:00)			R 1.20	R 80.00
Fixed Charge			R 2 713.77	
ALL AVAILABILITY CHARGES WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.				
ALL FIXED CHARGES WILL BE CHARGED AGAINST THE CONSUMERS ACCOUNT				
ALL TARIFFS EXCLUDING VAT				
Note: Monthly consumption is based upon the period between monthly readings. Where a monthly reading cannot be taken for any reason, the consumption will be based on the average calculated from the three previous months consumption. When the meter is next read any estimation (over / under) will be automatically incorporated into the corrected bill.				



2. TARIFFS FOR THE PROVISION OF WATER

Description	2015 / 2016	2016 / 2017
2.1 RESIDENTIAL: HOUSES (ALL TOWNS)		
For the first 6 kilolitres	R 0.00	R 0.00
From 7 kilolitres - 30 kilolitres	R 8.41	R 9.00
31 kilolitres and above	R 11.47	R 12.27
2.3 RESIDENTIAL: HOUSES (ALL TOWNS) PREPAID WATER		
For the first 6 kilolitres	R 0.00	R 0.00
From 7 kilolitres - 30 kilolitres	R 8.15	R 8.72
31 kilolitres and above	R 11.23	R 12.02
2.3 RESIDENTIAL: INDIGENT (ALL TOWNS)		
For the first 10 kilolitres	R 0.00	R 0.00
From 11 kilolitres - 30 kilolitres	R 8.41	R 9.00
31 kilolitres and above	R 10.93	R 11.69
2.4 RESIDENTIAL FOR BUSINESS: GUESTHOUSES / FLATS / B & B / MULTIPLE USE PROP / ECT. (ALL TOWNS)		
Cost per kl	R 9.67	R 10.35
2.5 PUBLIC BENEFIT ORGANISATIONS: LISTED IN THE NINTH SCHEDULE TO THE INCOME TAX ACT (ALL TOWNS)		
Cost per kl	R 9.67	R 10.35
2.6 MUNICIPAL BUILDINGS (ALL TOWNS)		
Cost per kl	R 9.67	R 10.35
2.7 BUSINESS / INDUSTRIAL / MINING / GOVERNMENT / ECT. (ALL TOWNS)		
For the first 100 kilolitres	R 10.00	R 10.70
101 kilolitres and above	R 12.51	R 13.39
2.8 RAW WATER		
Cost per kl	R 1.97	R 2.10
2.9 UNDEVELOPED STANDS		
Availability charge per month:	R 90.68	R 97.02
ALL AVAILIBILTY CHARGES WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.		
ALL TARIFFS EXCLUDING VAT		
Note:		
Monthly consumption is based upon the period between monthly readings. Where a monthly reading cannot be taken for any reason, the consumption will be based on the average calculated from the		



3. TARIFFS FOR THE PROVISION OF SEWERAGE

Description		2015 / 2016	2016 / 2017
3.1	<u>RESIDENTIAL: HOUSES</u>		
	Availibility Charge: - per month	R 87.72	R 93.86
3.2	<u>INDIGENTS</u>		
	Availibility Charge: - per month	R 87.72	R 93.86
3.3	<u>RESIDENTIAL FOR BUSINESS: GUESTHOUSES / FLATS / B & B / MULTIPLE USE PROP / AGRI (ECT. (ALL TOWNS))</u>		
	Availibility charge - per month	94.74	R 101.85
3.4	<u>PUBLIC BENEFIT ORGANISATIONS: LISTED IN THE NINTH SCHEDULE TO THE INCOME TAX ACT (ALL TOWNS)</u>		
	Availibility Charge: - per month	R 94.74	R 101.85
3.5	<u>MUNICIPAL BUILDINGS (ALL TOWNS)</u>		
	Availibility charge - per month	R -	
3.6	<u>BUSINESS / INDUSTRIAL / MINING / GOVERNMENT / ECT. (ALL TOWNS)</u>		
	Availibility Charge: - per month	R 100.88	R 107.99
3.7	<u>UNDEVELOPED STANDS</u>		
	Availibility Charge: - per month	R 122.81	R 131.41
ALL AVAILIBILTY CHARGES WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.			
ALL TARIFFS EXCLUDING VAT			



4. TARIFFS FOR THE PROVISION OF REFUSE REMOVAL

Description		2015/2016	2016/2017
4.1	<u>RESIDENTIAL: HOUSES (ALL TOWNS)</u>		
	Availability charge per month	R 87.72	R 93.86
4.2	<u>RESIDENSIAL : INDIGENT (ALL TOWNS)</u>		
	Availability charge per month	R 87.72	R 93.86
	IF REQUIRED MORE THAN ONCE A WEEK TARIFFS FOR BUSINESS WILL APPLY		
	ALL REFUSE WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.		
4.3	<u>RESIDENTIAL FOR BUSINESS: GUESTHOUSES / FLATS / B & B / MULTIPLE USE PROP / ECT. (ALL TOWNS)</u>		
	Availability charge per month	R 122.81	R 131.41
	IF REQUIRED MORE THAN ONCE A WEEK TARIFFS FOR BUSINESS WILL APPLY		
	ALL REFUSE WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.		
4.4	<u>PUBLIC BENEFIT ORGANISATIONS: LISTED IN THE NINTH SCHEDULE TO THE INCOME TAX ACT (ALL TOWNS)</u>		
	1 X week	R 140.35	R 150.17
	2 X week	R 285.09	R 305.05
	3 X week	R 428.95	R 458.98
4.4.1	<u>Mass Containers</u>		
	1 X week	R 692.98	R 741.49
	2 X week	R 1 385.09	R 1 482.05
	3 X week	R 2 078.95	R 2 224.48
	4 X week	R 2 770.58	R 2 964.52
	5 X week	R 3 463.23	R 3 705.65
	REFUSE WILL BE CHARGED AGAINST THE CONSUMERS ACCOUNT		



4. TARIFFS FOR THE PROVISION OF REFUSE REMOVAL

Description		2015/2016	2016/2017
4.5	<u>MUNICIPAL BUILDINGS (ALL TOWNS)</u>		
	per month	R -	
4.6	<u>BUSINESS / INDUSTRIAL / MINING ECT. (ALL TOWNS)</u>		
	1 X week	R 140.35	R 150.17
	2 X week	R 285.09	R 305.05
	3 X week	R 428.95	R 458.98
4.6.1	<u>Mass Containers</u>		
	1 X week	R 692.98	R 741.49
	2 X week	R 1 385.09	R 1 482.05
	3 X week	R 2 078.95	R 2 224.48
	4 X week	R 2 770.58	R 2 964.52
	5 X week	R 3 463.23	R 3 705.65
	REFUSE WILL BE CHARGED AGAINST THE CONSUMERS ACCOUNT.		
4.7	<u>UNDEVELOPED STANDS</u>		
	Availability charge per month	140.35	150.17
	ALL REFUSE WILL BE CHARGED AGAINST THE OWNERS ACCOUNT.		
ALL TARIFFS EXCLUDE VAT			



2.6 MUNICIPAL MANAGER QUALITY CERTIFICATE

I Mr. Lesley Mphaka Mokwena in my capacity as Acting Municipal Manager of Thaba Chweu Local Municipality confirm that the 2016/2017 annual budget and supporting documents have been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality

MR LM MOKWENA
ACTING MUNICIPAL MANAGER
THABA CHWEU LOCAL MUNICIPALITY – MP321